

ARTICLE 5. ON-LINE GAMES

Rule 1. Definitions

65 IAC 5-1-1 Applicability

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The definitions in 65 IAC 1-1-1 and in this rule apply throughout this article. (*State Lottery Commission; 65 IAC 5-1-1; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1740; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-1-2 “Central computer” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. “Central computer” or “central computer system” means a computer system designated to control, monitor, and communicate with the terminals and to record the plays and transactions processed by the terminals. (*State Lottery Commission; 65 IAC 5-1-2; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1740; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-1-3 “Drawing” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. “Drawing” means a procedure for the selection of prize winners by either:

(1) the selection at random of one (1) or more number-coded items from a container into which those items have been placed; or

(2) the selection of numbers through the use of a random number generator computer software program.

(*State Lottery Commission; 65 IAC 5-1-3; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1740; emergency rule filed Jun 8, 2001, 12:30 p.m.: 24 IR 3081; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-1-4 “Grand prize event” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-3-7; IC 4-30-11

Sec. 4. “Grand prize event” means a drawing or other procedure conducted pursuant to 65 IAC 4-3-7 for the selection from the holders of certain instant tickets or of on-line entry coupons of winners of a grand prize or grand prizes other than a prize specified on the face of the instant ticket or determined by the numbers selected on an on-line ticket. (*State Lottery Commission; 65 IAC 5-1-4; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1740; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-1-5 “Lottery ticket” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. “Lottery ticket” means any evidence issued by the commission to prove participation in a game conducted by the commission. (*State Lottery Commission; 65 IAC 5-1-5; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1740; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-1-6 “On-line entry coupon” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. “On-line entry coupon” means a coupon generated by a terminal pursuant to 65 IAC 5-3-7 in connection with the

purchase of an on-line ticket and entitling the owner to entry into a preliminary drawing for a grand prize event. *(State Lottery Commission; 65 IAC 5-1-6; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-1-7 “On-line game” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. “On-line game” means a lottery game that allows a player to select a combination of numbers or symbols which are recorded on a computer-generated ticket and that selects winners randomly based on such tickets. *(State Lottery Commission; 65 IAC 5-1-7; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-1-8 “On-line ticket” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. “On-line ticket” means a lottery ticket in an on-line game. *(State Lottery Commission; 65 IAC 5-1-8; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-1-9 “Selection event” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. “Selection event” means a drawing or other procedure for the selection from the holders of certain on-line tickets of winners of prizes. *(State Lottery Commission; 65 IAC 5-1-9; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-1-10 “Terminal” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. “Terminal” means a device which is authorized by the commission to function in an on-line, interactive mode with the central computer system for the purpose of issuing lottery tickets and entering, receiving, and processing lottery transactions. *(State Lottery Commission; 65 IAC 5-1-10; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-1-11 “Ticket serial number” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11. “Ticket serial number” means a unique number appearing on an on-line ticket and identifying that particular on-line ticket. *(State Lottery Commission; 65 IAC 5-1-11; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-1-12 “Valid on-line ticket” defined

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12. “Valid on-line ticket” means an on-line ticket which meets all of the validation requirements of 65 IAC 5-2-5. *(State Lottery Commission; 65 IAC 5-1-12; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

a.m.: 25 IR 1268)

Rule 2. General Provisions

65 IAC 5-2-1 Applicability

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. This rule and 65 IAC 5-3 apply to all on-line games unless the rule applicable to a specific on-line game is in conflict with this rule or 65 IAC 5-3, in which case the rule applicable to the specific on-line game shall control for that on-line game. (*State Lottery Commission; 65 IAC 5-2-1; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-2-2 Compliance with law and procedures

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. Any person who purchases an on-line ticket agrees thereby to comply with and abide by IC 4-30, this title, and all procedures and instructions established by and final decisions of the director in connection with the conduct of the on-line game for which the on-line ticket is purchased. (*State Lottery Commission; 65 IAC 5-2-2; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-2-3 Termination of an on-line game

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The director may suspend or terminate an on-line game without advance notice if the director finds that such suspension or termination is in the best interests of the lottery. No on-line tickets shall be sold with respect to an on-line game which has been suspended or terminated. (*State Lottery Commission; 65 IAC 5-2-3; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-2-4 Use of winner information and photographs

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. The commission shall have the right to use and publicize the name and a photograph of any winner in an on-line game, public information on the winner claim form, and the city, town, township, or any other political subdivision in which the winner resides. The commission may, in its sole discretion, require a winner in an on-line game to participate in interviews and press conferences with public relations personnel and media representatives. The commission shall not pay any additional consideration to any winner for use of such a photograph or information. Neither the commission, the director, nor any employee of the commission shall be liable for any use or release of information regarding, or photographs of, winners in compliance with this section. (*State Lottery Commission; 65 IAC 5-2-4; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1741; emergency rule filed Jun 8, 1993, 12:00 p.m.: 16 IR 2428; emergency rule filed Jan 12, 1994, 5:00 p.m.: 17 IR 1111; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:28 p.m.: 26 IR 43*)

65 IAC 5-2-5 Validation of tickets

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11

Sec. 5. (a) Except as provided in section 6 of this rule, all of the following requirements must be met for an on-line ticket to

be a valid on-line ticket:

- (1) The number of characters shown as play selections on the on-line ticket must correspond with the number of characters established with respect to on-line tickets for the applicable on-line game.
- (2) Each of the characters on the on-line ticket must be present in its entirety and be fully legible.
- (3) The information printed on the on-line ticket must have been communicated to, accepted by, and recorded by the central computer, and the information on the on-line ticket must correspond exactly with the commission's computer record.
- (4) The information on the on-line ticket must have been recorded in the central computer system prior to the play cutoff time for the selection event entered into the central computer as determined by the director, even if it appears that a play is accepted by virtue of the fact that the on-line ticket was printed.
- (5) The on-line ticket must be intact and not defaced in any manner.
- (6) The ticket serial number must be present in its entirety and be fully legible and must correspond in the records of the central computer to the on-line game play information on the on-line ticket.
- (7) The on-line ticket must not be reconstituted or tampered with in any manner.
- (8) The on-line ticket must not be counterfeit in whole or in part.
- (9) The on-line ticket must have been issued by a terminal authorized by the commission in the authorized manner.
- (10) The on-line ticket must not be stolen nor appear on any list of canceled on-line tickets on file with the commission.
- (11) The characters on the on-line ticket must be right-side-up and not reversed in any manner.
- (12) The ticket serial number of an apparent winning on-line ticket must appear on the commission's official list of ticket serial numbers of winning on-line tickets, and the on-line ticket with that ticket serial number must not have been paid previously according to the records of the commission.
- (13) The ticket must not have a hole punched through it and must not be blank or partially blank, misregistered, defective, or printed or produced in error.
- (14) Each of the characters on the on-line ticket must correspond exactly to the typeface on file with the commission, and each number must have the number of digits specified by the commission.
- (15) The ticket must not be an exact duplicate of another winning ticket.
- (16) The on-line ticket must be printed on a paper stock roll which was validly issued to and used by the retailer from whom the on-line ticket was purchased at the time it was purchased.
- (17) Any display printing on the ticket stock must be regular in every respect and correspond exactly to the artwork on file with the commission.
- (18) The on-line ticket must pass any additional validation tests specified in this article as applicable to the specific on-line game for which the on-line ticket was issued.
- (19) The on-line ticket must pass all additional confidential validation tests prescribed by the commission.
- (20) The on-line ticket must be an on-line ticket offered for sale by the commission during the period announced by the director for the selection event for that on-line game.
- (21) The on-line ticket must have been submitted within the claim period applicable to the on-line game for which it was issued.

(b) Except as provided in section 6 of this rule, any on-line ticket not passing all of the validation requirements in subsection (a) is void and ineligible for any prize, and no prize shall be paid thereon. (*State Lottery Commission; 65 IAC 5-2-5; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1742; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-2-6 Disputes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11

Sec. 6. (a) If a person claiming a prize in an on-line game is unable to produce the alleged winning on-line ticket or the on-line ticket is mutilated or unreadable, the person may submit an affidavit to the director setting forth all facts surrounding the person's claim. If the director finds from substantial evidence contained in the affidavit and any other information available to the director, including information from other persons having knowledge about the claim or results of investigation reports from the security division or any law enforcement authority, that the prize should be paid, the director may authorize that the prize be paid to the claimant. The director may require the claimant to produce a copy of the claim form applicable to the on-line ticket as a condition

of payment of the prize. The director shall not authorize payment of any prize under this subsection until the period for claiming prizes for the selection event applicable to the on-line ticket involved has elapsed, and the director shall consider the amount of prizes paid with respect to the selection event involved in determining whether to pay the prize. If any prize claimed under this subsection exceeds one thousand dollars (\$1,000), a determination by the director to pay the prize shall be reviewed and authorized by the commission.

(b) The director may, solely at the director's option, replace an on-line ticket which is not a valid on-line ticket or which is otherwise determined not to be a winning on-line ticket, despite a claim to the contrary, with a new on-line ticket or on-line tickets of equivalent sales price for the same on-line game or another on-line game. In the event a defective on-line ticket is purchased, the only responsibility or liability of the commission shall be the replacement of the defective on-line ticket with another on-line ticket or on-line tickets of equivalent sales price from the same on-line game or another on-line game. (*State Lottery Commission; 65 IAC 5-2-6; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1742; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-2-7 On-line ticket responsibility

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. (a) An on-line ticket is a bearer instrument until it is signed on the back by the owner or owners. The owner or owners of an on-line ticket are responsible for and bear the sole risk of loss or theft of the on-line ticket. If an on-line ticket is claimed by a player in error for a lower prize than that to which the player would be entitled, the commission shall not be liable to the player for the higher prize not claimed, for the difference in the prizes, or for any other damage suffered by the player as a result of the erroneous claim.

(b) Purchase of on-line tickets is made at the player's own risk through the on-line retailer who is acting on behalf of the player in entering information for producing the on-line tickets. It is solely the player's responsibility to verify the accuracy of on-line game information and all other data printed on the on-line ticket. In the event of any error, and unless the rule for a specific on-line game provides otherwise, the player's only remedy is cancellation of the on-line ticket in accordance with section 10 of this rule. The commission, the director, and the commission's employees have no responsibility or liability for on-line tickets printed in error or for on-line tickets intentionally or inadvertently canceled by a retailer. (*State Lottery Commission; 65 IAC 5-2-7; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1743; emergency rule filed Oct 17, 1990, 4:17 p.m.: 14 IR 455; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-2-8 Game regulations

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. The director, or the director's designee, is authorized to develop and promulgate regulations and procedures for specific on-line games on behalf of the commission and to conduct on-line games in accordance with such regulations and procedures. The director, or the director's designee, shall advise the commission of the contents of such regulations and procedures. The director, or the director's designee, shall report any such regulations promulgated to the commission at its next meeting. (*State Lottery Commission; 65 IAC 5-2-8; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1743; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:28 p.m.: 26 IR 43*)

65 IAC 5-2-9 Multidraw on-line tickets

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. Unless the rule for a specific on-line game provides otherwise, the commission may offer multidraw on-line tickets valid for a designated number of consecutive selection events. Any such multidraw on-line ticket may specify the first selection event for which it is valid or, if no selection event is so specified, shall be valid for the next selection event held after the multidraw on-line ticket is purchased. Any multidraw on-line ticket may be canceled by the commission at any time. If a multidraw on-line ticket is canceled by the commission, the owner will be issued a refund for the pro rata portion of the purchase price of the ticket applicable

to future selection events or will be issued substitute on-line tickets equal in purchase price to the pro rata portion of the purchase price of the multidraw on-line ticket applicable to future selection events, at the discretion of the director. The commission may conduct multiple selection events during any week, and multidraw on-line tickets shall be valid for a particular number of selection events rather than a particular period of time. *(State Lottery Commission; 65 IAC 5-2-9; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1743; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-2-10 Cancellation by a player

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. Unless the rule for a specific on-line game provides otherwise, an on-line ticket which contains an error and was purchased from a retailer may be cancelled by returning the on-line ticket to the selling retailer provided that the ticket is returned to the retailer in time to permit cancelling to be fully completed within thirty (30) minutes after the on-line ticket was purchased and, if purchased on a day on which a selection event applicable to the on-line ticket is held, in time to permit cancelling to be fully completed prior to the closing time for the selection event. An on-line ticket shall not be cancelled other than in accordance with this section. If an on-line ticket is cancelled in accordance with this section, the player is entitled to a refund from the retailer equal to the purchase price of the ticket. *(State Lottery Commission; 65 IAC 5-2-10; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1744; emergency rule filed Oct 17, 1990, 4:17 p.m.: 14 IR 456; emergency rule filed Jan 13, 1992, 5:00 p.m.: 15 IR 1030; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

Rule 3. Payment of Prizes

65 IAC 5-3-1 Prize-winning tickets

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11

Sec. 1. Prize-winning on-line tickets are valid on-line tickets that have been determined by the commission in accordance with this article to be official prize winners. Criteria and specific rules for winning prizes shall be published for each on-line game and available for all players. The commission shall in all cases make final determination regarding validation of on-line tickets and whether on-line tickets are prize-winning on-line tickets. Unless specified to the contrary in the rule applicable to the on-line game for which the on-line ticket was issued, a prize will be paid only for the highest prize won in a play on a valid on-line ticket, unless a lower prize has been claimed. *(State Lottery Commission; 65 IAC 5-3-1; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1744; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-3-2 Claiming prizes from the commission

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) Any prize may be claimed from any of the commission's regional offices or from the commission's central office in Indianapolis.

(b) The commission will pay prizes by check, or in cash at the option of the commission, or with lottery tickets if both the commission and the winner agree, in each case after on-line tickets are validated and after any other applicable requirements contained in this article are met.

(c) A prize claim shall be made on such form or forms as are prescribed by the director. To the extent required by federal tax law, the claimant shall furnish a tax identification number to the commission in the following manner:

(1) An individual shall provide his or her Social Security number.

(2) A legal entity shall furnish a federal employer's identification number issued by the Internal Revenue Service.

(3) A group, family unit, club, or other organization which is not a legal entity or which does not possess a federal employer's identification number shall file Internal Revenue Service Form 5754, "Statement by Person(s) Receiving Gambling Winnings", or a successor form, with the commission designating to whom the prize is to be paid and the person or persons

to whom the prize is taxable.

(d) Prize payment shall be made to the person, entity, or group identified on the claim form and associated documents, and the claim shall be final and binding on the claimant and those for whom the prize is claimed.

(e) A prize must be claimed within one hundred eighty (180) days of the date of the selection event in which the prize was won or it will be forfeited. All unclaimed prize money required to be paid by the commission shall be added to the pool from which future prizes are to be awarded or used for special prize promotions. *(State Lottery Commission; 65 IAC 5-3-2; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1744; emergency rule filed Sep 3, 1992, 9:00 a.m.: 16 IR 79; errata filed Nov 4, 1992, 9:30 a.m.: 16 IR 898; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-3-3 Prizes not assignable

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11-2

Sec. 3. No right of any person to a prize shall be assignable, except as follows:

(1) The director may pay any prize to the estate of a deceased prize winner.

(2) The prize to which a winner is entitled may be paid to another person pursuant to an appropriate judicial order.

(State Lottery Commission; 65 IAC 5-3-3; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1744; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-3-4 Termination of liability

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11

Sec. 4. All liability of the state, its officials, officers, and employees, and of the commission, the director, and employees of the commission for any prize terminates upon payment of a prize or upon the expiration of one hundred eighty (180) days after the date of the selection event in which the prize was won. *(State Lottery Commission; 65 IAC 5-3-4; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1744; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-3-5 Time of payment

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11

Sec. 5. (a) Payment of any prize will be made to the bearer of the validated winning ticket for that prize upon presentation of proper identification and the submission of a prize claim form if one is required, unless otherwise delayed in accordance with this article.

(b) Any cash prize of five hundred thousand dollars (\$500,000) or more may be paid in multiple payments over time. The schedule of payments shall be designed to pay the winner equal dollar amounts each year until the total payments equal the prize amount. Any prize not designated by the director to be paid in periodic payments shall be paid in a lump sum.

(c) When a prize or share of a prize is to be paid over time, the director may, at the director's discretion, round the actual amount of the prize or share to the nearest one thousand dollars (\$1,000) to facilitate purchase of an appropriate funding mechanism.

(d) Unless the rule for a specific on-line game provides otherwise, the total payment period for a prize to be paid over time shall be designated by the director and shall not exceed twenty (20) years. If the rule for any specific on-line game provides that a prize is payable for the life of the winner, only an individual may claim the prize for his or her life. If a claim for a prize payable for the life of the winner is filed on behalf of a group, company, corporation, or any other type of organization, payment shall be made over twenty (20) years.

(e) The director may accelerate the payment of a prize when, in the director's discretion, such is determined to be in the best interest of the commission. The valuation of any securities involved and the determination of the present value of any accelerated payments are solely within the discretion of the commission. *(State Lottery Commission; 65 IAC 5-3-5; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1745; emergency rule filed Feb 26, 1993, 5:00 p.m.: 16 IR 1834; errata filed Apr 5, 1993, 5:00 p.m.: 16 IR 1955; emergency rule filed Oct 6, 2000, 1:57 p.m.: 24 IR 384; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-3-6 Delay of payment

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11

Sec. 6. (a) The director or the commission may delay making payment of any prize or installment of a prize pending a final determination by the director, by the commission, or by a court of competent jurisdiction under any of the following circumstances:

(1) A dispute occurs or it appears that a dispute may occur relative to any prize.

(2) There is any question regarding the identity of the claimant.

(3) There is any question regarding the validity of any ticket presented for payment.

(4) The claim is subject to any set off for debts pursuant to section 9 of this rule.

(5) The commission or the director becomes aware of a change in circumstance relative to a prize awarded, the payee, or the claim which the commission determines requires review.

(b) No liability for interest for any delay in payment of a prize or installment of a prize shall accrue to the benefit of the claimant pending payment of the claim.

(c) All delayed payments for a prize paid in installments shall be brought up to date immediately upon the director's determination that payment of installments of a prize should be resumed, and remaining installment payments shall be paid according to the original payment schedule after payment is resumed unless the director orders otherwise. (*State Lottery Commission; 65 IAC 5-3-6; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1745; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-3-7 Prize drawings; selection events

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-3-7; IC 4-30-11

Sec. 7. (a) Any selection event for an on-line game shall be conducted as provided in this section.

(b) Selection events to award prizes shall be conducted periodically as determined by the director or as provided in the rule applicable to a specific on-line game.

(c) The director shall determine and announce the date or dates, time or times, and procedures for selection events to select winners for each on-line game, consistent with the specific game rules for that on-line game in this article. All selection events shall be open to the public. All selection events shall be witnessed by an independent certified public accountant. Equipment used in the selection events shall be inspected by an independent certified public accountant before and after each selection event is conducted. Disputes regarding the rules or procedures for a selection event shall be resolved by the director in the exercise of the director's sole discretion. All holders of on-line tickets shall be deemed to have agreed to all rules and procedures by their purchase of on-line tickets.

(d) The director or the director's designee may postpone any selection event to a future time and publicize the postponement if the director or designee finds that the postponement is in the best interests of the lottery or the public.

(e) The commission, the director, and the commission's employees shall have no liability for circulation, publication, or broadcast of incorrect winning numbers with respect to a selection event.

(f) Unless the rule applicable to a specific on-line game provides otherwise, certain purchasers of on-line tickets may receive at no additional cost an on-line entry coupon generated at random by the terminal from which the on-line ticket was purchased. The recipient of an on-line entry coupon is eligible to participate in a preliminary drawing for a grand prize event, which shall be conducted in accordance with 65 IAC 4-3-7. An on-line entry coupon shall be treated in the same manner as an instant ticket for purposes of 65 IAC 4-3-7 and the holder of an on-line entry ticket shall be subject to 65 IAC 4-3-7 and the rules and procedures established for holders of instant tickets with respect to preliminary drawings and grand prize events. (*State Lottery Commission; 65 IAC 5-3-7; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1745; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-3-8 Investment of deferred prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11; IC 4-30-15-2

Sec. 8. The director shall request directions on behalf of the commission from the treasurer of state regarding the investment in accordance with IC 4-30-15-2 of any on-line prize designated by the director to be payable on a deferred or installment basis and shall invest the prize in accordance with the directions so received. (*State Lottery Commission; 65 IAC 5-3-8; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1746; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-3-9 Claims for certain obligations

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-11-11

Sec. 9. (a) The following definitions apply to this section:

(1) "Claimant agency" means the treasurer of state, the department of state revenue, the department of administration, the Indiana department of transportation, the attorney general, and the courts.

(2) "Debtor" means a person who has been reported to the commission pursuant to subsection (b) as having one (1) or more of the following obligations:

(A) The person owes an outstanding debt to a state agency.

(B) The person owes delinquent state taxes.

(C) The person owes child support collected and paid to a recipient through a court.

(3) "Debt" means an obligation that is evidenced by an assessment or lien issued by a state agency, a judgment, or a final order of an administrative agency.

(b) A claimant agency may provide to the commission, in such computer-readable format as the director shall prescribe with the approval of the auditor of state, a list of debtors. The claimant agency may update the list at such intervals and times as determined by the director to be compatible with the efficient operation of the lottery and the goals of IC 4-30-11-11.

(c) Prior to payment of any cash prize greater than five hundred ninety-nine dollars (\$599) to an on-line game winner, the director shall determine whether the name of the prospective payee appears on a list provided by a claimant agency pursuant to subsection (b). If the name of the prospective payee appears on a list provided by a claimant agency pursuant to subsection (b), the cash prize payable to such debtor shall instead be paid to the auditor of state pursuant to IC 4-30-11-11(b).

(d) Payment of a prize to the auditor of state pursuant to this section shall discharge the commission, the director, and all employees of the commission from any liability to the debtor for payment of any prize. The commission shall have no liability for any error on a list provided to the commission by a claimant agency pursuant to subsection (b). (*State Lottery Commission; 65 IAC 5-3-9; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1746; emergency rule filed Jan 26, 1993, 5:00 p.m.: 16 IR 1515; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-3-10 Supplemental prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. (a) Holders of on-line tickets, whether or not they are otherwise eligible for prizes under this article, may be entered from time to time into drawings or other events for the award of consolation or supplemental prizes. The director shall determine and announce the date or dates, time or times, entry requirements, and procedures for any such drawings or other events for consolation or supplemental prizes, and may later change such date or dates, time or times, entry requirements, or procedures for any such drawing or event and publicize the change if the director finds that the change is in the best interests of the lottery or the public. Disputes regarding such dates, times, requirements, or procedures shall be resolved by the director in the exercise of the director's sole discretion. All participants in such a drawing or event shall be deemed to have agreed to all requirements and procedures by their participation in the drawing or event or any proceedings in connection with the drawing or event.

(b) If, after a drawing or other event for the award of a supplemental or consolation prize is held, the director determines that an on-line ticket or the holder of an on-line ticket should have been entered into the drawing or other event, the director may enter that on-line ticket or the holder of the on-line ticket into the next equivalent drawing or other event for the award of consolation or supplemental prizes. The commission, the director, and the commission's employees shall have no liability for failure to enter an on-line ticket or the holder of an on-line ticket into a drawing or other event to award consolation or supplemental prizes other than entry of the on-line ticket or the holder of the on-line ticket into the next equivalent drawing or other event for the award of

consolation or supplemental prizes. (*State Lottery Commission; 65 IAC 5-3-10; emergency rule filed May 7, 1990, 2:10 p.m.: 13 IR 1746; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-3-11 Classification of certain payments or items as prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-18-2

Sec. 11. (a) The commission is authorized to make supplemental payments of money or awards of other items to retailers in connection with the sale of winning tickets or the sale of lottery games. Any payment or award is deemed to be a "prize" within the meaning of IC 4-30-18-2, but will not be used in calculating the overall odds of winning the game as reported to the public.

(b) The commission shall make a supplemental payment or award to a retailer for the sale of a winning ticket within sixty (60) days of:

(1) the date that the prize is paid by the commission to the holder of the winning ticket purchased from the retailer; or

(2) the last day of the period prescribed for the claiming of a prize associated with the winning ticket.

(c) For purposes of this rule, "jackpot" means the top prize in Hoosier Lottery Powerball or Hoosier Lotto. Prior to conducting promotion activities with an individual retailer the commission shall notify the retailer in writing that a winning jackpot ticket sold by the commission during such activities shall be treated as though sold by that retailer. No jackpot bonus will be awarded if a jackpot winning ticket is given away as opposed to sold by the commission.

(d) Cashing bonuses and other payments to retailers within the meaning of 65 IAC 3-4-5 are not "prizes" encompassed by IC 4-30-18-2. (*State Lottery Commission; 65 IAC 5-3-11; emergency rule filed Dec 2, 1992, 2:00 p.m.: 16 IR 1189; errata filed Feb 8, 1993, 1:00 p.m.: 16 IR 1513; emergency rule filed May 10, 1993, 3:00 p.m.: 16 IR 2197; emergency rule filed Sep 29, 1995, 1:30 p.m.: 19 IR 221; errata filed Dec 13, 1995, 4:00 p.m.: 19 IR 1140; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

Rule 4. Lotto Cash (Expired)

(*Expired under IC 4-22-2.5, effective January 1, 2002.*)

Rule 5. Daily3

65 IAC 5-5-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Daily3." (*State Lottery Commission; 65 IAC 5-5-1; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2009; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-5-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section apply throughout this rule.

(b) "Box play" means a play designated as such when an on-line ticket is purchased for Daily3 containing three (3) numbers which may be drawn in any order.

(c) "Combo play" means a play designated as such when an on-line ticket is purchased for Daily3 containing a play which is split between a straight play and a box play.

(d) "Play" means a selection of three (3) numbers applicable to a particular selection event for Daily3.

(e) "Quick pick" means a play randomly generated by a terminal.

(f) "Straight play" means a play designated as such when an on-line ticket is purchased for Daily3 containing three (3) numbers in the order in which they will be drawn.

(g) "Six-way box play" means a play designated a box play when an on-line ticket is purchased for Daily3 containing three (3) different numbers which may be drawn in any order.

(h) "Six-way combo play" means a combo play containing three (3) different numbers.

(i) "Three-way box play" means a play designated as a box play when an on-line ticket is purchased for Daily3 containing three (3) numbers, two (2) of which are the same, which may be drawn in any order.

(j) "Three-way combo play" means a combo play containing three (3) numbers, two (2) of which are the same.

(k) "Winning numbers" means three (3) numbers determined in a selection event applicable to Daily3. (*State Lottery Commission; 65 IAC 5-5-2; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2010; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-5-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. Unless otherwise requested by the purchaser, the price of an on-line ticket containing one (1) play for Daily3 shall be one dollar (\$1). The price of an on-line ticket containing one (1) play for Daily3 may be increased by the purchaser in one dollar (\$1) increments up to a maximum of five dollars (\$5). (*State Lottery Commission; 65 IAC 5-5-3; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2010; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-5-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) An on-line ticket for Daily3 shall represent one (1) play. An on-line ticket for Daily3 shall be purchased by one (1) of the following methods:

(1) The purchaser may submit a completed play slip (if play slips are provided by the commission) which indicates a play to an authorized on-line retailer who shall generate an on-line ticket.

(2) The purchaser may advise an authorized on-line retailer of the numbers contained in the purchaser's play and the type of play, and the on-line retailer shall generate an on-line ticket.

(3) The purchaser may request a quick pick from an authorized on-line retailer who shall generate an on-line ticket with a random play.

(b) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Daily3. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.

(c) An on-line ticket is effective for the selection event indicated on the on-line ticket. Subject to the restrictions of 65 IAC 5-2-9, the commission may offer multidraw on-line tickets for Daily3 which are effective for up to seven (7) consecutive selection events.

(d) Sales of on-line tickets for Daily3 shall be suspended prior to the time of each selection event for Daily3 at a time determined by the director.

(e) Sales of on-line tickets containing a particular play shall be suspended if the total liability of the commission for winning on-line tickets containing that play would exceed an amount established by the director. No person shall be entitled to purchase an on-line ticket containing any particular play if such play has been suspended, and neither the commission, the director, nor any employee of the commission shall be liable for the inability of any person to purchase an on-line ticket containing a particular play.

(f) On-line entry coupons shall be generated by terminals for certain purchases of on-line tickets for Daily3. (*State Lottery Commission; 65 IAC 5-5-4; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2010; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-5-5 Determination of winners

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. (a) Selection events for determination of winning numbers in Daily3 shall be held each day in accordance with 65 IAC 5-3-7 at a time to be determined by the director.

(b) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) straight play applicable to that selection event match the three (3) winning numbers and are in the same order as the three (3) winning numbers wins a prize of five hundred dollars (\$500).

(c) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) six-way box play applicable to that selection event match the three (3) winning numbers in any order wins a prize of eighty dollars (\$80).

(d) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) three-way box play applicable to that selection event match the three (3) winning numbers in any order wins a prize of one hundred sixty dollars (\$160).

(e) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) six-way combo play applicable to that selection event match the three (3) winning numbers in any order wins a prize of forty dollars (\$40).

(f) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) three-way combo play applicable to that selection event match the three (3) winning numbers in any order wins a prize of eighty dollars (\$80).

(g) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) six-way combo play applicable to that selection event match the three (3) winning numbers and are in the same order as the three (3) winning numbers wins a prize of two hundred ninety dollars (\$290).

(h) Each owner of a valid on-line ticket for a Daily3 selection event on which the three (3) numbers in a one dollar (\$1) three-way combo play applicable to that selection event match the three (3) winning numbers and are in the same order as the three (3) winning numbers wins a prize of three hundred thirty dollars (\$330).

(i) If a play eligible for a prize under this section was purchased for more than one dollar (\$1), the prize specified in this section shall be multiplied by a factor equal to the price of the play divided by one dollar (\$1).

(j) Commencing on May 1, 2003, and concluding on June 6, 2003, unless earlier terminated by the director, the prizes associated with matching the winning numbers selected in Daily3 selections events conducted at approximately 1:20 p.m., EST, each day (except Sundays) shall be increased by twenty percent (20%). (*State Lottery Commission; 65 IAC 5-5-5; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2011; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Apr 30, 2003, 10:45 a.m.: 26 IR 3057, eff May 1, 2003*)

65 IAC 5-5-6 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. (a) The odds of winning a prize in Daily3 with a straight play are approximately one (1) in one thousand (1,000).

(b) The odds of winning a prize in Daily3 with a six-way box play are approximately six (6) in one thousand (1,000).

(c) The odds of winning a prize in Daily3 with a three-way box play are approximately three (3) in one thousand (1,000).

(d) The odds of winning a prize of forty dollars (\$40) in Daily3 with a one dollar (\$1) six-way combo play are approximately six (6) in one thousand (1,000).

(e) The odds of winning a prize of eighty dollars (\$80) in Daily3 with a one dollar (\$1) three-way combo play are approximately three (3) in one thousand (1,000).

(f) The odds of winning a prize of two hundred ninety dollars (\$290) in Daily3 with a one dollar (\$1) six-way combo play are approximately one (1) in one thousand (1,000).

(g) The odds of winning a prize of three hundred thirty dollars (\$330) in Daily3 with a one dollar (\$1) three-way combo play are approximately one (1) in one thousand (1,000). (*State Lottery Commission; 65 IAC 5-5-6; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2011; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

Rule 6. Daily4

65 IAC 5-6-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Daily4." (*State Lottery Commission; 65 IAC 5-6-1; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2011; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-6-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section apply throughout this rule.

(b) "Back 3 play" means the selection of the last three (3) numbers applicable to a particular selection event for Daily4.

(c) "Box play" means a play designated as such when an on-line ticket is purchased for Daily4 containing either:

(1) four (4) numbers which may be drawn in any order; or

(2) three (3) numbers in a front 3 or back 3 play which may be drawn in any order.

(d) "Combo play" means a play designated as such when an on-line ticket is purchased for Daily4 containing either:

(1) a play in which the four (4) numbers are both a straight play and a box play; or

(2) a front 3 or back 3 play in which the three (3) numbers are both a straight play and a box play.

(e) "Four-way box play" means a play designated as a box play when an on-line ticket is purchased for Daily4 containing four (4) numbers, three (3) of which are identical.

(f) "Four-way combo play" means a play designated as a combo play when an on-line ticket is purchased for Daily4 containing four (4) numbers, three (3) of which are identical.

(g) "Front 3 play" means the selection of the first three (3) numbers applicable to a particular selection event for Daily4.

(h) "Play" means a selection of three (3) or four (4) numbers applicable to a particular selection event for Daily4.

(i) "Quick pick" means a play randomly generated by a terminal.

(j) "Six-way box play" means a play designated as a box play when an on-line ticket is purchased for Daily4 containing either:

(1) two (2) pairs of identical numbers where the four (4) numbers may be drawn in any order; or

(2) in a front 3 or back 3 play, three (3) different front or back three (3) numbers, respectively, which may be drawn in any order.

(k) "Six-way combo play" means a play designated a combo play when an on-line ticket is purchased for Daily4 containing either:

(1) two (2) pairs of identical numbers; or

(2) in a front 3 or back 3 play, three (3) different numbers.

(l) "Straight play" means a play designated as such when an on-line ticket is purchased for Daily4 containing either:

(1) four (4) numbers in the order in which they will be drawn; or

(2) three (3) numbers in a front 3 or back 3 play in the order in which they will be drawn.

(m) "Three-way box play" means a play designated as such when an on-line ticket is purchased for Daily4 containing a front 3 or back 3 play in which two (2) of the relevant numbers are the same and which may be drawn in any order.

(n) "Three-way combo play" means a play designated as such when an on-line ticket is purchased for Daily4 containing a front 3 or back 3 play in which two (2) of the relevant numbers are the same.

(o) "Twelve-way box play" means a play designated as a box play when an on-line ticket is purchased for Daily4 containing four (4) numbers, two (2) of which are the same, which may be drawn in any order.

(p) "Twelve-way combo play" means a play designated as a combo play when an on-line ticket is purchased for Daily4 containing four (4) numbers, two (2) of which are the same.

(q) "Twenty-four-way box play" means a play designated as a box play when an on-line ticket is purchased for Daily4 containing four (4) different numbers which may be drawn in any order.

(r) "Twenty-four-way combo play" means a play designated as a combo play when an on-line ticket is purchased for Daily4 containing four (4) different numbers.

(s) "Winning numbers" means four (4) numbers, or, in the case of a front 3 or back 3 play, the first or last three (3) numbers, respectively, determined in a selection event applicable to Daily4. (*State Lottery Commission; 65 IAC 5-6-2; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2012; emergency rule filed Feb 10, 1995, 11:00 a.m.: 18 IR 1484; errata filed Apr 26, 1995, 4:00 p.m.: 18 IR 2261; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-6-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. Unless otherwise requested by the purchaser, the price of an on-line ticket containing one (1) play for Daily4 shall be one dollar (\$1). The price of an on-line ticket containing one (1) play for Daily4 may be increased by the purchaser in one dollar (\$1) increments up to a maximum of five dollars (\$5). (*State Lottery Commission; 65 IAC 5-6-3; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2012; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-6-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) An on-line ticket for Daily4 shall represent one (1) play. An on-line ticket for Daily4 shall be purchased by one (1) of the following methods:

(1) The purchaser may submit a completed play slip (if play slips are provided by the commission) which indicates a play to an authorized on-line retailer who shall generate an on-line ticket.

(2) The purchaser may advise an authorized on-line retailer of the numbers contained in the purchaser's play and the type of play, and the on-line retailer shall generate an on-line ticket.

(3) The purchaser may request a quick pick from an authorized on-line retailer who shall generate an on-line ticket with a random play.

(b) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Daily4. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.

(c) An on-line ticket is effective for the selection event indicated on the on-line ticket. Subject to the restrictions of 65 IAC 5-2-9, the commission may offer multidraw on-line tickets for Daily4 which are effective for up to seven (7) consecutive selection events.

(d) Sales of on-line tickets for Daily4 shall be suspended prior to the time of each selection event for Daily4 at a time determined by the director.

(e) Sales of on-line tickets containing a particular play shall be suspended if the total liability of the commission for winning on-line tickets containing that play would exceed an amount established by the director. No person shall be entitled to purchase an on-line ticket containing any particular play if such play has been suspended, and neither the commission, the director, nor any employee of the commission shall be liable for the inability of any person to purchase an on-line ticket containing a particular play.

(f) On-line entry coupons may be generated by terminals for certain purchases of on-line tickets for Daily4. (*State Lottery Commission; 65 IAC 5-6-4; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2012; emergency rule filed Feb 10, 1995, 11:00 a.m.: 18 IR 1485; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-6-5 Determination of winners

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. (a) Selection events for determination of winning numbers in Daily4 shall be held each day in accordance with 65 IAC 5-3-7 at a time to be determined by the director.

(b) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) straight play applicable to that selection event match the four (4) winning numbers and are in the same order as the four (4) winning numbers wins a prize of five thousand dollars (\$5,000).

(c) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) twenty-four-way box play applicable to that selection event match the four (4) winning numbers in any order wins a prize of two hundred dollars (\$200).

(d) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) twelve-way box play applicable to that selection event match the four (4) winning numbers in any order wins a prize of four hundred dollars

(\$400).

(e) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) six-way box play applicable to that selection event match the four (4) winning numbers in any order wins a prize of eight hundred dollars (\$800).

(f) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) four-way box play applicable to that selection event match the four (4) winning numbers in any order wins a prize of one thousand two hundred dollars (\$1,200).

(g) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) twenty-four-way combo play applicable to that selection event match the four (4) winning numbers in any order wins a prize of one hundred dollars (\$100).

(h) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) twelve-way combo play applicable to that selection event match the four (4) winning numbers in any order wins a prize of two hundred dollars (\$200).

(i) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) six-way combo play applicable to that selection event match the four (4) winning numbers in any order wins a prize of four hundred dollars (\$400).

(j) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) four-way combo play applicable to that selection event match the four (4) winning numbers in any order wins a prize of six hundred dollars (\$600).

(k) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) twenty-four-way combo play applicable to that selection event match the four (4) winning numbers and are in the same order as the four (4) winning numbers wins a prize of two thousand six hundred dollars (\$2,600).

(l) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) twelve-way combo play applicable to that selection event match the four (4) winning numbers and are in the same order as the four (4) winning numbers wins a prize of two thousand seven hundred dollars (\$2,700).

(m) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) six-way combo play applicable to that selection event match the four (4) winning numbers and are in the same order as the four (4) winning numbers wins a prize of two thousand nine hundred dollars (\$2,900).

(n) Each owner of a valid on-line ticket for a Daily4 selection event on which the four (4) numbers in a one dollar (\$1) four-way combo play applicable to that selection event match the four (4) winning numbers and are in the same order as the four (4) winning numbers wins a prize of three thousand one hundred dollars (\$3,100).

(o) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar (\$1) front 3 or back 3 straight play applicable to that selection event match the first or last, respectively, three (3) winning numbers and are in the same order as those three (3) winning numbers wins a prize of five hundred dollars (\$500).

(p) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar (\$1) front 3 or back 3 six-way box play applicable to that selection event match the first or last, respectively, three (3) winning numbers in any order wins a prize of eighty dollars (\$80).

(q) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar (\$1) front 3 or back 3 three-way box play applicable to that selection event match the first or last, respectively, three (3) winning numbers in any order wins a prize of one hundred sixty dollars (\$160).

(r) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar (\$1) front 3 or back 3 six-way combo play applicable to that selection event match the first or last, respectively, three (3) winning numbers in any order wins a prize of forty dollars (\$40).

(s) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar (\$1) front 3 or back 3 three-way combo play applicable to that selection event match the first or last, respectively, three (3) winning numbers in any order wins a prize of eighty dollars (\$80).

(t) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar (\$1) front 3 or back 3 six-way combo play applicable to that selection event match the first or last, respectively, three (3) winning numbers and are in the same order as those three (3) winning numbers wins a prize of two hundred ninety dollars (\$290).

(u) Each owner of a valid on-line ticket for a Daily4 selection event on which the first or last three (3) numbers in a one dollar

(\$1) front 3 or back 3 three-way combo play applicable to that selection event match the first or last, respectively, three (3) winning numbers and are in the same order as those three (3) winning numbers wins a prize of three hundred thirty dollars (\$330).

(v) If a play eligible for a prize under this section was purchased for more than one dollar (\$1), the prize specified in this section shall be multiplied by a factor equal to the price of the play divided by one dollar (\$1). (*State Lottery Commission; 65 IAC 5-6-5; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2013; emergency rule filed Feb 10, 1995, 11:00 a.m.: 18 IR 1485; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-6-6 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. (a) The odds of winning a prize in Daily4 with a straight play are approximately one (1) in ten thousand (10,000).

(b) The odds of winning a prize in Daily4 with a twenty-four-way box play are approximately twenty-four (24) in ten thousand (10,000).

(c) The odds of winning a prize in Daily4 with a twelve-way box play are approximately twelve (12) in ten thousand (10,000).

(d) The odds of winning a prize in Daily4 with a six-way box play are approximately six (6) in ten thousand (10,000).

(e) The odds of winning a prize in Daily4 with a four-way box play are approximately four (4) in ten thousand (10,000).

(f) The odds of winning a prize of one hundred dollars (\$100) in Daily4 with a one dollar (\$1) twenty-four-way combo play are approximately twenty-four (24) in ten thousand (10,000).

(g) The odds of winning a prize of two hundred dollars (\$200) in Daily4 with a one dollar (\$1) twelve-way combo play are approximately twelve (12) in ten thousand (10,000).

(h) The odds of winning a prize of four hundred dollars (\$400) in Daily4 with a one dollar (\$1) six-way combo play are approximately six (6) in ten thousand (10,000).

(i) The odds of winning a prize of six hundred dollars (\$600) in Daily4 with a one dollar (\$1) four-way combo play are approximately four (4) in ten thousand (10,000).

(j) The odds of winning a prize of two thousand six hundred dollars (\$2,600) in Daily4 with a one dollar (\$1) twenty-four-way combo play are approximately one (1) in ten thousand (10,000).

(k) The odds of winning a prize of two thousand seven hundred dollars (\$2,700) in Daily4 with a one dollar (\$1) twelve-way combo play are approximately one (1) in ten thousand (10,000).

(l) The odds of winning a prize of two thousand nine hundred dollars (\$2,900) in Daily4 with a one dollar (\$1) six-way combo play are approximately one (1) in ten thousand (10,000).

(m) The odds of winning a prize of three thousand one hundred dollars (\$3,100) in Daily4 with a one dollar (\$1) four-way combo play are approximately one (1) in ten thousand (10,000).

(n) The odds of winning a prize in Daily4 with a front 3 or back 3 straight play are approximately one (1) in one thousand (1,000).

(o) The odds of winning a prize in Daily4 with a front 3 or back 3 six-way box play are approximately six (6) in one thousand (1,000).

(p) The odds of winning a prize in Daily4 with a front 3 or back 3 three-way box play are approximately three (3) in one thousand (1,000).

(q) The odds of winning a prize of forty dollars (\$40) in Daily4 with a one dollar (\$1) front 3 or back 3 six-way combo play are approximately six (6) in one thousand (1,000).

(r) The odds of winning a prize of eighty dollars (\$80) in Daily4 with a one dollar (\$1) front 3 or back 3 three-way combo play are approximately three (3) in one thousand (1,000).

(s) The odds of winning a prize of two hundred ninety dollars (\$290) in Daily4 with a one dollar (\$1) front 3 or back 3 six-way combo play are approximately one (1) in one thousand (1,000).

(t) The odds of winning a prize of three hundred thirty dollars (\$330) in Daily4 with a one dollar (\$1) front 3 or back 3 three-way combo play are approximately one (1) in one thousand (1,000). (*State Lottery Commission; 65 IAC 5-6-6; emergency rule filed Jul 6, 1990, 5:00 p.m.: 13 IR 2014; emergency rule filed Feb 10, 1995, 11:00 a.m.: 18 IR 1486; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

Rule 7. Lotto America**65 IAC 5-7-1 Name**

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Lotto America." (*State Lottery Commission; 65 IAC 5-7-1; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 458; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-7-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section apply throughout this rule.

(b) "Game grid" means an area of the play slip which contains fifty-four (54) squares numbered one (1) through fifty-four (54) and is identified by an alphabetic character.

(c) "Jackpot amount" means the amount calculated pursuant to section 6(a) of this rule.

(d) "MUSL" means an association of lottery commissions, state agencies, and other political subdivisions which are authorized to conduct lottery games.

(e) "MUSL on-line game" means Lotto America or the equivalent on-line game conducted by a member of MUSL.

(f) "Play" means a selection of six (6) different numbers.

(g) "Play slip" means a form indicating a play in Lotto America which contains one (1) or more game grids and is used in producing an on-line ticket.

(h) "Quick pick" means a play randomly generated by a terminal.

(i) "Retailer" means a person, other than an agency or political subdivision of the state, who sells lottery tickets on behalf of the commission pursuant to a retailer contract.

(j) "Second prize amount" means the amount calculated pursuant to section 6(b) of this rule.

(k) "Third prize amount" means the amount calculated pursuant to section 6(c) of this rule.

(l) "Winning numbers" means six (6) numbers determined in a selection event applicable to Lotto America.

(m) "Winnings pool" means the amount of gross sales allocated pursuant to section 5 of this rule for payment of prizes. (*State Lottery Commission; 65 IAC 5-7-2; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 458; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-7-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The price of an on-line ticket for Lotto America shall be one dollar (\$1) for each two (2) plays represented on the on-line ticket. (*State Lottery Commission; 65 IAC 5-7-3; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 458; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-7-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) An on-line ticket for Lotto America may represent two (2) or more plays. An on-line ticket for Lotto America shall be purchased by one (1) of the following methods:

(1) The purchaser may submit a completed play slip which indicates two (2) or more plays to an authorized on-line retailer who shall generate the on-line ticket.

(2) The purchaser may otherwise advise an authorized on-line retailer of the numbers contained in the purchaser's plays and

the on-line retailer shall generate the on-line ticket.

(3) The purchaser may request a quick pick from an authorized on-line retailer who shall generate an on-line ticket with random plays.

(4) The purchaser may purchase a ticket from a player activated terminal by means of a touch screen or by inserting a play slip into the terminal.

(b) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Lotto America. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.

(c) Unless otherwise indicated on the on-line ticket, an on-line ticket is effective for the next scheduled selection event. Subject to the restrictions of 65 IAC 5-2-9, the commission may offer multidraw on-line tickets for Lotto America which are effective for the following numbers of selection events:

(1) Two (2).

(2) Three (3).

(3) Four (4).

(4) Five (5).

(5) Ten (10).

(d) Sales of on-line tickets for Lotto America shall be suspended prior to the time of each selection event for Lotto America at a time determined by the director, but in no event less than fifty-nine (59) minutes before the selection event.

(e) On-line entry coupons shall be generated by terminals for certain purchases of on-line tickets for Lotto America.

(f) Notwithstanding 65 IAC 5-2-7 and 65 IAC 5-2-10, an on-line ticket for Lotto America shall not be canceled or voided by the retailer. (*State Lottery Commission; 65 IAC 5-7-4; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 458; emergency rule filed Mar 19, 1992, 8:30 a.m.: 15 IR 1409, eff Apr 15, 1992; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-7-5 Determination of winnings pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. The winnings pool for Lotto America shall be no less than forty-three percent (43%) of the gross sales of all MUSL on-line games for the particular selection event. If the total of the jackpot amount, the second prize amount, and the third prize amount paid with respect to a particular selection event is less than forty-three percent (43%) of the gross sales amount applicable to the selection event, the difference shall be placed in a reserve for future prize payments. (*State Lottery Commission; 65 IAC 5-7-5; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 459; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-7-6 Determination of prize amounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. (a) The jackpot amount applicable to a particular selection event shall be equal to the greater of the following amounts:

(1) Eighty-three and thirty-nine hundredths percent (83.39%) of the winnings pool.

(2) An amount determined by the director and announced prior to the selection event after reviewing the total amount in the winnings pool for a particular selection event, notwithstanding prior announcements of the estimated jackpot amount for a particular selection event.

(b) The second prize amount applicable to a particular selection event shall be equal to the greater of the following amounts:

(1) Four and ninety-six hundredths percent (4.96%) of the winnings pool.

(2) An amount determined by the director.

(c) The third prize amount applicable to a particular selection event shall be equal to the greater of the following amounts:

(1) Eleven and sixty-five hundredths percent (11.65%) of the winnings pool.

(2) An amount determined by the director.

(d) The calculation of the jackpot amount, the second prize amount, and the third prize amount, or any portion thereof, for a Lotto America selection event shall be rounded down to the nearest whole dollar. The amount remaining after rounding from a particular selection event shall remain in the winnings pool and shall be added to the winnings pool for the next selection event.

(e) The calculation of a prize paid in multiple installments over time may be rounded to facilitate purchase of an appropriate funding mechanism. *(State Lottery Commission; 65 IAC 5-7-6; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 459; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-7-7 Determination of winners

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. (a) MUSL shall conduct the selection events for the MUSL on-line games under the supervision of the division of security.

(b) Each owner of a valid on-line ticket for a Lotto America selection event on which the six (6) numbers in a play applicable to that selection event match the six (6) winning numbers wins a portion of the jackpot amount equal to the total jackpot amount divided by the total number of winners of that jackpot amount.

(c) Each owner of a valid on-line ticket for a Lotto America selection event on which any five (5) of the numbers in a play applicable to that selection event match five (5) of the winning numbers wins a portion of the second prize amount equal to the total second prize amount divided by the total number of winners of that second prize amount.

(d) Each owner of a valid on-line ticket for a Lotto America selection event on which any four (4) of the numbers in a play applicable to that selection event match four (4) of the winning numbers wins a portion of the third prize amount equal to the total third prize amount divided by the total number of winners of that third prize amount.

(e) If a valid on-line ticket contains more than one (1) play entitled to a prize, the prize amounts for the winning plays shall be added together for purposes of claiming the prizes and determining whether the total prize amount may be claimed from a retailer pursuant to 65 IAC 3-4-4. *(State Lottery Commission; 65 IAC 5-7-7; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 459; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-7-8 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. (a) Notwithstanding the provisions of 65 IAC 5-3-5(b) and except as set forth in section 8.5 of this rule, jackpot amounts or any portion thereof shall be paid in equal dollar amounts annually for a period of twenty (20) years until the total payments equal the prize amount. In the director's discretion, the present value of prizes of less than two hundred fifty thousand dollars (\$250,000) may be paid in a lump sum.

(b) Second prize amounts and third prize amounts, or any portions thereof, less than one million dollars (\$1,000,000) shall be paid in a lump sum.

(c) The initial installment of a jackpot amount paid in multiple payments over time shall not be paid until after the fifteenth calendar day following the selection event for Lotto America. *(State Lottery Commission, 65 IAC 5-7-8; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 460; emergency rule filed Jul 7, 1999, 6:03 p.m.: 22 IR 3433; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-7-8.5 Election to receive lump sum; cash payment

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8.5. (a) This section applies only to a player who continues to be entitled to annual payments on a Lotto America jackpot amount on the effective date of this section.

(b) A player who falls within this section shall *[sic.]* until December 31, 2000, to change the jackpot amount payment method and elect to receive a lump sum, cash payment equal to the present value of the remaining annual payments. The election must be in writing and on a form authorized by the commission. An election under this subsection cannot be revoked, withdrawn, or otherwise modified. The lump sum payment shall be in an amount equal to the proceeds the commission can obtain by selling the financial instruments held by the commission to fund the remaining prize payments, less any fees incurred by the commission in

the sale of the financial instruments. The method and timing of the sale of such instruments are solely within the commission's discretion. If an election is not made by the close of commission business on December 31, 2000, the jackpot amount shall continue to be paid in annual installments.

(c) If a jackpot amount is claimed by a group that selected the annual payment option, all members of the group must agree to seek a change in the payment option in order to secure an election under this subsection.

(d) The commission shall provide notice to all players eligible for the elections set forth in this section. *(State Lottery Commission; 65 IAC 5-7-8.5; emergency rule filed Jul 7, 1999, 6:03 p.m.: 22 IR 3433; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-7-9 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. (a) The odds of winning a portion of the jackpot amount in a selection event with a particular play are approximately one (1) in twenty-five million eight hundred twenty-seven thousand one hundred sixty-five (25,827,165).

(b) The odds of winning a portion of the second prize amount in a selection event with a particular play are approximately one (1) in eighty-nine thousand six hundred seventy-eight (89,678).

(c) The odds of winning a portion of the third prize amount in a selection event with a particular play are approximately one (1) in one thousand five hundred twenty-six (1,526). *(State Lottery Commission; 65 IAC 5-7-9; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 460; errata, 14 IR 760; errata filed Feb 6, 1991, 2:05 p.m.: 14 IR 1286; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-7-10 Termination of liability of MUSL

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. All liability of MUSL, its members, officers, directors, and employees for any prize, terminates upon payment of a prize or upon expiration of one hundred eighty (180) days after the date of the selection event in which the prize was won. *(State Lottery Commission; 65 IAC 5-7-10; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 460; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-7-11 Ineligible players

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11. In addition to the individuals identified in 65 IAC 1-3-4, the following people shall not purchase a Lotto America ticket and shall be ineligible to be paid a prize for a Lotto America ticket:

(1) An employee, officer, or director of MUSL.

(2) A person under contract with MUSL to conduct a financial or security audit of MUSL.

(3) A relative living in the same household of a person described in subdivision (1) or (2).

(State Lottery Commission; 65 IAC 5-7-11; emergency rule filed Oct 17, 1990, 4:20 p.m.: 14 IR 460; errata filed Feb 6, 1991, 2:05 p.m.: 14 IR 1286; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-7-12 Termination of Lotto America

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12. The final selection event applicable to Lotto America on-line tickets sold by the commission or by retailers licensed by the commission will be on April 18, 1992. All references in this rule to MUSL on-line games are applicable only to Lotto America. MUSL is authorized to transfer any unencumbered funds remaining in the Lotto America prize pool or prize reserve

accounts to the prize pool or prize reserve accounts applicable to Powerball, the on-line game described in 65 IAC 5-8 [65 IAC 5-8 was repealed filed Oct 24, 1997, 12:35 p.m.: 21 IR 1021, eff Nov 2, 1997.] . (State Lottery Commission; 65 IAC 5-7-12; emergency rule filed Mar 19, 1992, 8:30 a.m.: 15 IR 1405, eff Apr 19, 1992; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

Rule 8. Hoosier Lottery Powerball (Repealed)

(Repealed by State Lottery Commission; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1021, eff Nov 2, 1997)

Rule 9. Lucky 5

65 IAC 5-9-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Lucky 5". (State Lottery Commission; 65 IAC 5-9-1; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 412; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-9-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section apply throughout this rule.

(b) "Board" means five (5) numbers that appear on a lottery ticket in relation to a particular selection event for Lucky 5.

(c) "Jackpot amount" means the prize determined pursuant to section 8(a) of this rule.

(d) "Panel" means two (2) boards applicable to a particular selection event for Lucky 5.

(e) "Pari-mutuel prize" means a jackpot amount whereby the winners evenly divide twenty-six and six-tenths percent (26.6%) of the sales receipts for the Lucky 5 selection event, but shall not in any event exceed fifty thousand dollars (\$50,000) per board or the announced jackpot amount.

(f) "Play slip" means a form indicating a play in Lucky 5 which contains one (1) or more game grids and is used in producing an on-line ticket.

(g) "Quick pick" means a board randomly generated by a terminal.

(h) "Retailer" means a person, other than an agency or political subdivision of the state, who sells lottery tickets on behalf of the commission pursuant to a retailer contract.

(i) "Winning Lucky 5 numbers" means the five (5) numbers determined in a Lucky 5 selection event and announced as such pursuant to section 9 of this rule.

(j) "Winnings pool" means the amount of gross sales allocated pursuant to section 5 of this rule. (State Lottery Commission; 65 IAC 5-9-2; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 412; emergency rule filed Nov 12, 1993, 4:00 p.m.: 17 IR 785; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-9-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The price of an on-line ticket for Lucky 5 shall be one dollar (\$1) for each panel represented on the on-line ticket. (State Lottery Commission; 65 IAC 5-9-3; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 412; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-9-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) An on-line ticket for Lucky 5 may represent one (1) or more panels. An on-line ticket for Lucky 5 shall be purchased by any of the following methods:

- (1) The purchaser may submit a hand completed play slip identifying one (1) or more panels to an authorized on-line retailer who shall generate the on-line ticket.
- (2) The purchaser may verbally advise an authorized on-line retailer of the numbers contained in the purchaser's panels and the on-line retailer shall generate the on-line ticket.
- (3) The purchaser may request a quick pick of one (1) of the following types from an authorized on-line retailer who shall generate an on-line ticket:

- (A) the purchaser may specify the first board numbers and request a quick pick for the second board numbers; or
- (B) the purchaser may request a quick pick for the first board numbers and specify the second board numbers; or
- (C) the purchaser may request a quick pick for both boards in the panel.

- (4) The purchaser may purchase a ticket from a player-activated terminal.

- (b) Each board in Lucky 5 shall consist of five (5) numbers from one (1) to thirty-six (36).

(c) An on-line ticket is the only valid proof of a board and the only valid receipt for claiming a prize in Lucky 5. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket, a panel, or a board.

(d) Unless otherwise indicated on the on-line ticket, an on-line ticket for Lucky 5 is effective for the next scheduled Lucky 5 selection event. Subject to the restrictions of 65 IAC 5-2-9, the commission may offer multidraw on-line tickets for Lucky 5 which are effective for the following numbers of selection events:

- (1) Two (2).
- (2) Three (3).
- (3) Four (4).
- (4) Five (5).
- (5) Ten (10).

(e) Sales of on-line tickets for Lucky 5 shall be suspended prior to the time of each Lucky 5 selection event at a time determined by the director.

(f) Sales of on-line tickets for a Lucky 5 selection event containing a particular board may be suspended if the total liability of the commission for winning on-line tickets containing that board would exceed an amount established by the director. No person shall be entitled to purchase an on-line ticket containing any particular board if such board has been suspended, and neither the commission, the director, nor any employee of the commission shall be liable for the inability of any person to purchase an on-line ticket containing a particular board.

(g) If a play slip is used to select a player's numbers for a Lucky 5 selection event, the play slip must have been issued by the lottery and completed by hand by the player. The play slip will be scanned by the on-line terminal or, in the event of a problem, keyed in by hand.

(h) The director may, in the director's sole discretion, provide for the generation of on-line entry tickets from terminals for certain purchases of on-line tickets for Lucky 5. (*State Lottery Commission; 65 IAC 5-9-4; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 412; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-9-5 Winnings pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. The winning pool for Lucky 5 shall be equal to fifty and five-tenths percent (50.5%) of the Lucky 5 sales receipts for the selection event. Twenty-six and six-tenths percent (26.6%) of such sales shall be allocated to the jackpot amount. If the total of the jackpot amount and match four (4) prize amount and the match three (3) prize amount paid with respect to a particular selection event is less than or greater than the foregoing, the difference shall be placed in or taken from a Lucky 5 reserve pool for future prize payments. (*State Lottery Commission; 65 IAC 5-9-5; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 413; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-9-6 Lucky 5 reserve pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. The Lucky 5 reserve pool shall be used to fund the jackpot, match three (3), and match four (4) prize amounts in excess of the winnings pool for any selection event. If the winnings pool in any selection event exceeds the prize amounts, the excess shall be placed in this reserve pool. *(State Lottery Commission; 65 IAC 5-9-6; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 413; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-9-7 Pari-mutuel prizes (Repealed)

Sec. 7. *(Repealed by State Lottery Commission; filed Nov 12, 1993, 4:00 p.m.: 17 IR 785)*

65 IAC 5-9-8 Determination of prize amounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. (a) The jackpot amount applicable to a particular selection event shall be announced prior to the selection event and shall be equal to one (1) of the following amounts:

(1) fifty thousand dollars (\$50,000) per board if one (1) to five (5) boards match five (5) numbers. If six (6) or more boards match five (5) numbers, a jackpot amount of two hundred fifty thousand dollars (\$250,000) shall be divided among those boards;

(2) a pari-mutuel prize; or

(3) an amount determined by the director.

(b) The match four (4) prize amount applicable to a selection event shall be a set amount of two hundred dollars (\$200).

(c) The match three (3) prize amount applicable to a selection event shall be a set amount of three dollars (\$3). *(State Lottery Commission; 65 IAC 5-9-8; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 413; emergency rule filed Nov 12, 1993, 4:00 p.m.: 17 IR 785; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-9-9 Determination of winning numbers

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. The commission shall conduct Lucky 5 selection events seven (7) times each week in accordance with 65 IAC 5-3-7 at times to be determined by the director. Each Lucky 5 selection event shall determine five (5) Lucky 5 winning numbers. *(State Lottery Commission; 65 IAC 5-9-9; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 413; emergency rule filed Jul 25, 1995, 12:00 p.m.: 18 IR 3401; emergency rule filed Aug 15, 1996, 1:30 p.m.: 20 IR 25; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-9-10 Determination of winners

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. (a) Each holder of a valid on-line ticket for a Lucky 5 selection event on which five (5) numbers in a board applicable to that selection event match the five (5) winning Lucky 5 numbers is entitled to the jackpot amount or an equal share of the jackpot amount in the event of a pari-mutuel prize.

(b) Each holder of a valid on-line ticket for a Lucky 5 selection event on which four (4) numbers in a board applicable to that selection event match four (4) of the five (5) winning Lucky 5 numbers is entitled to prize of two hundred dollars (\$200).

(c) Each holder of a valid on-line ticket for a Lucky 5 selection event on which three (3) numbers in a board applicable to that selection event match three (3) of the five (5) winning Lucky 5 numbers is entitled to a prize of three dollars (\$3). *(State Lottery*

Commission; 65 IAC 5-9-10; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 413; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-9-11 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11. (a) Each prize in Lucky 5 shall be paid in a single lump sum payment.

(b) If a valid on-line ticket for Lucky 5 contains more than one (1) board entitled to a prize, the prize amounts for the winning boards shall be added together for purposes of claiming the prizes and determining whether the total prize amounts may be claimed from a retailer pursuant to 65 IAC 3-4-4. *(State Lottery Commission; 65 IAC 5-9-11; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 414; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-9-12 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12. (a) The odds of a single board winning the jackpot prize in Lucky 5 are approximately 1:376,992.

(b) The odds of a single board winning a two hundred dollar (\$200) prize in Lucky 5 by matching four (4) of the winning Lucky 5 numbers are approximately 1:2,432.2.

(c) The odds of a single board winning a three dollar (\$3) prize in Lucky 5 by matching three (3) of the winning Lucky 5 numbers are approximately 1:81.1.

(d) The overall odds of winning a prize in Lucky 5 are approximately 1:59.56. *(State Lottery Commission; 65 IAC 5-9-12; emergency rule filed Oct 29, 1993, 5:00 p.m.: 17 IR 414; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

Rule 10. Hoosier Lotto

65 IAC 5-10-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Hoosier Lotto". *(State Lottery Commission; 65 IAC 5-10-1; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 119; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section apply throughout this rule.

(b) "Game grid" means an area of the play slip which contains forty-eight (48) squares numbered one (1) through forty-eight (48) and is identified by an alphabetic character.

(c) "Hoosier Lotto selection event" means a drawing or other selection event conducted to determine the winners in Hoosier Lotto.

(d) "Jackpot amount" means the prize determined pursuant to 65 IAC 5-10-8 [section 8 of this rule].

(e) "Pari-mutuel prize" means a prize equal to the total amount of the winnings pool available for prizes of that type divided by the total number of winners of that prize.

(f) "Play" means six (6) numbers that appear on a lottery ticket in relation to a particular selection event for Hoosier Lotto.

(g) "Player" means an eligible person who participates in Hoosier Lotto by purchasing a ticket representing one (1) or more plays.

(h) "Play slip" means a commission approved form indicating one (1) or more plays in Hoosier Lotto which contains one (1)

or more game grids and is used in producing a Hoosier Lotto on-line ticket.

(i) "Payment option" means the player's selection of a method of payment of the jackpot amount in accordance with 65 IAC 5-10-4 [section 4 of this rule].

(j) "Quick pick" means a play randomly generated by a terminal.

(k) "Retailer" means a person, other than an agency or political subdivision of the state, who sells lottery tickets on behalf of the commission pursuant to a retailer contract.

(l) "Set prizes" means all prizes of three dollars (\$3) or a free quick pick for a future Hoosier Lotto drawing.

(m) "Winning Hoosier Lotto numbers" means the six (6) numbers determined in a Hoosier Lotto selection event and announced as such pursuant to 65 IAC 5-10-9 [section 9 of this rule].

(n) "Winnings pool" means the amount of gross sales allocated to prizes pursuant to 65 IAC 5-10-6 [section 6 of this rule]. (State Lottery Commission; 65 IAC 5-10-2; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 119; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-10-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The price of an on-line ticket for Hoosier Lotto shall be one dollar (\$1) for each play represented on the on-line ticket. (State Lottery Commission; 65 IAC 5-10-3; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 119; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-10-4 Payment options

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) Players are required to select a payment option for distribution of the jackpot amount at the time they become entitled to receive the jackpot prize. The following payment options are available:

(1) A single lump sum payment of the jackpot amount or the player's share of the jackpot amount.

(2) Twenty-five (25) annual payments until the total payments equal the annuitized value of the jackpot amount or the player's share of the annuitized value of the jackpot amount.

(b) If a player fails to select a payment option, the jackpot amount shall be paid out in annual payments pursuant to subsection (a)(2). (State Lottery Commission; 65 IAC 5-10-4; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 120; emergency rule filed Sep 29, 1995, 1:30 p.m.: 19 IR 223; emergency rule filed Mar 1, 2000, 7:50 a.m.: 23 IR 1665, eff Apr 30, 2000; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-10-5 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. (a) An on-line ticket for Hoosier Lotto may represent one (1) or more plays. An on-line ticket for Hoosier Lotto shall be purchased by any of the following methods:

(1) The player may submit a hand completed play slip identifying the selected payment option and one (1) or more plays to an authorized on-line retailer who shall generate the on-line ticket.

(2) The player may verbally advise an authorized on-line retailer of the selected payment option and one (1) or more plays, and the on-line retailer shall generate the on-line ticket.

(3) The player may request a quick pick with a specified payment option from an authorized on-line retailer who shall generate an on-line ticket with a random play or plays and the selected payment option.

(4) The player may, without specifying a payment option, request a quick pick from an authorized on-line retailer who shall generate an on-line ticket with a random play or plays and the automatic annual payment option.

(5) The purchaser may purchase a ticket from a player-activated terminal.

(b) Each play in Hoosier Lotto shall consist of six (6) numbers from one (1) to forty-eight (48).

(c) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Hoosier Lotto. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.

(d) Unless otherwise indicated on the on-line ticket, an on-line ticket for Hoosier Lotto is effective for the next scheduled Hoosier Lotto selection event. Subject to the restrictions of 65 IAC 5-2-10, the commission may offer multi-draw on-line tickets for Hoosier Lotto which are effective for the following numbers of selection events:

(1) Two (2).

(2) Three (3).

(3) Four (4).

(4) Five (5).

(5) Ten (10).

(e) Sales of on-line tickets for Hoosier Lotto shall be suspended prior to the time of each Hoosier Lotto selection event at a time determined by the director.

(f) If a play slip is used to select a player's numbers for a Hoosier Lotto selection event, the play slip must have been issued by the lottery and completed by hand. The play slip will be scanned by the on-line terminal or keyed in by hand by the retailer.

(g) The director may, in the director's sole discretion, provide for the generation of on-line entry tickets from terminals for certain purchases of on-line tickets for Hoosier Lotto. *(State Lottery Commission; 65 IAC 5-10-5; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 120; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-6 Winnings pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. The winnings pool for Hoosier Lotto shall be equal to approximately fifty-three and two tenths percent (53.2%) of total Hoosier Lotto sales receipts for the selection event. *(State Lottery Commission; 65 IAC 5-10-6; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 120; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-7 Estimated jackpot amount

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. The director shall announce the estimated jackpot amount prior to the particular Hoosier Lotto selection event. *(State Lottery Commission; 65 IAC 5-10-7; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 120; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-8 Determination of prize amounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. (a) The jackpot amount applicable to a particular Hoosier Lotto selection event shall include:

(1) seventy-four and eight-tenths percent (74.8%) of the winnings pool for the selection event; and

(2) jackpot amounts, if any, applicable to selection events preceding the particular selection event and following the last selection event in which players won the entire jackpot amount.

(b) Four and two-tenths percent (4.2%) of the winnings pool shall be allocated among players who have matched five (5) of the six (6) winning Hoosier Lotto numbers.

(c) Nine percent (9%) of the winnings pool shall be allocated among players who have matched four (4) of the six (6) winning Hoosier Lotto numbers.

(d) Approximately twelve percent (12%) of the winnings pool shall consist of set prizes of three dollars (\$3) which shall be paid to players who have matched three (3) of the six (6) winning Hoosier Lotto numbers.

(e) The winnings pool will not be affected by set prizes of free quick picks for a future Hoosier Lotto drawing which shall

be awarded to players who have matched two (2) of the six (6) winning Hoosier Lotto numbers. *(State Lottery Commission; 65 IAC 5-10-8; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 120; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-9 Determination of winning numbers

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. The commission shall conduct Hoosier Lotto selection events twice each week in accordance with 65 IAC 5-3-7 at a time to be determined by the director. Each Hoosier Lotto selection event shall determine six (6) winning Hoosier Lotto numbers. *(State Lottery Commission; 65 IAC 5-10-9; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 121; emergency rule filed Jan 23, 1998, 11:00 a.m.: 21 IR 2162, eff Feb 18, 1998; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-10 Determination of winners

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. (a) Each holder of a valid on-line ticket for a Hoosier Lotto selection event on which six (6) numbers in a play applicable to that selection event match the six (6) winning Hoosier Lotto numbers is entitled to the jackpot amount or an equal share of the jackpot amount in the event multiple plays match the winning Hoosier Lotto numbers.

(b) Each holder of a valid on-line ticket for a Hoosier Lotto selection event on which five (5) numbers in a play applicable to that selection event match five (5) of the six (6) winning Hoosier Lotto numbers is entitled to an equal share of the allocable percentage of the winnings pool.

(c) Each holder of a valid on-line ticket for a Hoosier Lotto selection event on which four (4) numbers in a play applicable to that selection event match four (4) of the six (6) winning Hoosier Lotto numbers is entitled to an equal share of the allocable percentage of the winnings pool.

(d) Each holder of a valid on-line ticket for a Hoosier Lotto selection event on which three (3) numbers in a play applicable to that selection event match three (3) of the six (6) winning Hoosier Lotto numbers is entitled to a set prize of three dollars (\$3).

(e) Each holder of a valid on-line ticket for a Hoosier Lotto selection event on which two (2) numbers in a play applicable to that selection event match two (2) of the six (6) winning Hoosier Lotto numbers is entitled to a set prize of a free Hoosier Lotto quick pick in the next scheduled Hoosier Lotto selection event which shall be payable in the same manner as that selected on the ticket. *(State Lottery Commission; 65 IAC 5-10-10; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 121; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-11 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11. (a) Payments arising out of the jackpot amount shall be made in accordance with the player's selected payment option as follows:

(1) A player who selects the lump sum, cash payment option shall receive the jackpot amount or the player's share of the jackpot amount in a single payment.

(2) A player who selects the annual payment option or who fails to select an option shall receive twenty-five (25) payments in amounts based on the securities which the commission determines it can obtain with the percentage of the winnings pool allotted to the jackpot amount or to the player's share of the jackpot amount. The commission may, in its sole discretion and despite the player's selection, require a single, lump sum, cash payment if the winnings pool is insufficient to obtain securities at a reasonable cost.

(b) All prizes in Hoosier Lotto other than the jackpot amount shall be paid in a single, lump sum, cash payment.

(c) If a valid on-line ticket for Hoosier Lotto contains more than one (1) play entitled to a prize, the prize amounts for the winning plays shall be added together for purposes of claiming the prizes and determining whether the total prize amounts may be claimed from a retailer pursuant to 65 IAC 3-4-4.

(d) Annuitized payments of the jackpot amount or any share thereof may be rounded to facilitate the purchase of an appropriate funding mechanism. Breakage (the remainder after division or rounding) on a jackpot amount shall be added to the first payment. Pari-mutuel prizes may be rounded down so that the prizes may be paid in multiples of whole dollars. Breakage resulting from rounding down pari-mutuel prizes shall be carried forward to the jackpot amount portion of the winnings pool for the next Hoosier Lotto selection event. *(State Lottery Commission; 65 IAC 5-10-11; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 21; emergency rule filed Jun 10, 1999, 5:13 p.m.: 22 IR 3118; emergency rule filed Mar 1, 2000, 7:50 a.m.: 23 IR 1665, eff Apr 30, 2000; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-11.5 Election to receive lump sum, cash payment

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11.5. (a) With respect to a player who first becomes entitled to a prize after October 21, 1998, such player shall have sixty (60) days from the day the player becomes entitled to receive the jackpot amount or a share thereof to elect to receive a lump sum, cash payment. The election must be in writing and on a form authorized by the commission. If an election is not made by the close of commission business on the sixtieth day after the player becomes entitled to the jackpot amount, the jackpot amount shall be paid in annual payments. An election under this subsection cannot be revoked, withdrawn, or otherwise modified. The commission shall not be responsible for differences in the advertised or estimated jackpot amount or the amount paid to the player due to changes in the price of securities occurring between the drawing and payment dates.

(b) With respect to a player who:

(1) first became entitled to a prize on or before October 21, 1998; and

(2) at the time the Hoosier Lotto ticket was purchased, selected the annual payment option or failed to select a payment option; such player shall have from July 1, 1999, through December 31, 2000, within which to change the payment option and elect to receive a lump sum, cash payment equal to the present value of the remaining annual payments. The election must be in writing and on a form authorized by the commission. An election under this subsection cannot be revoked, withdrawn, or otherwise modified. The lump sum payment shall be in an amount equal to the proceeds the commission can obtain by selling the financial instruments held by the commission to fund the remaining prize payments, less any fees incurred by the commission in the sale of the financial instruments. The method and timing of the sale of such instruments are solely within the commission's discretion. If an election is not made by the close of commission business on December 31, 2000, the jackpot amount shall continue to be paid in annual installments.

(c) If a jackpot amount is claimed by a group that selected the annual payment option, all members of the group must agree to seek a change in the payment option in order to secure an election under this subsection.

(d) The commission shall provide notice to all players eligible for the elections set forth in this section. *(State Lottery Commission; 65 IAC 5-10-11.5; emergency rule filed Jun 10, 1999, 5:13 p.m.: 22 IR 3118; emergency rule filed Mar 1, 2000, 7:50 a.m.: 23 IR 1666, eff Apr 30, 2000; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-10-12 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12. (a) The odds of a single play winning the jackpot prize in Hoosier Lotto are approximately 1:12,271,512.00.

(b) The odds of a single play winning a pari-mutuel prize in Hoosier Lotto by matching five (5) of the winning Hoosier Lotto numbers are approximately 1:48,696.00.

(c) The odds of a single play winning a pari-mutuel prize in Hoosier Lotto by matching four (4) of the winning Hoosier Lotto numbers are approximately 1:950.00.

(d) The odds of a single play winning a three dollar (\$3) prize in Hoosier Lotto by matching three (3) of the winning Hoosier Lotto numbers are approximately 1:53.45.

(e) The odds of a single play winning a free Hoosier Lotto quick pick prize in Hoosier Lotto by matching two (2) of the winning Hoosier Lotto numbers are approximately 1:7.31.

(f) The overall odds of winning a prize in Hoosier Lotto are approximately 1:6.39. *(State Lottery Commission; 65 IAC 5-10-*

12; emergency rule filed Sep 8, 1994, 11:30 a.m.: 18 IR 122; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

Rule 11. Daily Millions (Expired)

(Expired under IC 4-22-2.5, effective January 1, 2003.)

Rule 12. Hoosier Lottery Powerball

65 IAC 5-12-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Hoosier Lottery Powerball". *(State Lottery Commission; 65 IAC 5-12-1; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1016, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)*

65 IAC 5-12-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section shall apply throughout this rule.

(b) "Board" means an area of the play slip identified by an alphabetic character which contains two (2) panels of numbered squares to be marked by the player containing, respectively, fifty-three (53) squares numbered one (1) through fifty-three (53) and forty-two (42) squares numbered one (1) through forty-two (42).

(c) "Grand prize" means the prize awarded pursuant to section 8 of this rule.

(d) "Match 5 Bonus Prize" means the bonus prize available when the grand prize has reached a record level, as determined by MUSL, and monetary bonus prizes have been declared by the MUSL Powerball member lotteries pursuant to section 6(f) of this rule. The Match 5 Bonus Prize does not include the original amount won for matching the Powerball first set numbers.

(e) "MUSL" means an association of lottery commissions, state agencies, and other political subdivisions which are authorized to conduct lottery games.

(f) "MUSL Powerball receipts" means all receipts of MUSL Powerball member lotteries from the sale of Powerball tickets.

(g) "Panel" means the sections of each board on a play slip with the top panel containing fifty-three (53) numbered squares and the bottom panel containing forty-two (42) numbered squares.

(h) "Pari-mutuel prize" means a prize equal to the total amount of the prize pool available for prizes of that type divided by the total number of winners of that prize from among all MUSL Powerball member lotteries.

(i) "Play" means the six (6) numbers that appear as a single numbered selection on a valid lottery ticket for a Powerball selection event in the manner defined in section 4(b) of this rule.

(j) "Player" means an eligible person who participates in a Powerball selection event by purchasing an on-line ticket with one (1) or more plays.

(k) "Play slip" means a commission approved form containing one (1) or more boards that is used by a player to mark one (1) or more plays in Hoosier Lottery Powerball.

(l) "Powerball" means a game conducted by a MUSL product group of which the commission is a member and which may include the Power Play promotion.

(m) "Powerball first set numbers" means the first five (5) numbers in a play pursuant to section 4(b)(1) of this rule.

(n) "Powerball second set number" means the last number in a play pursuant to section 4(b)(2) of this rule.

(o) "Powerball selection event" means a drawing or other selection event conducted to determine the Powerball winning numbers.

(p) "Powerball winning numbers" means the six (6) numbers selected in a Powerball selection event that entitle the holders of on-line tickets containing those numbers to prizes set forth in section 9 of this rule.

(q) "Power Play number" means the number selected in a Power Play selection event.

(r) "Power Play option" means the purchase of an option to multiply a set prize won in a Powerball selection event during the Power Play promotion.

(s) "Power Play selection event" means a separate, random drawing or other selection event to determine the Power Play number from among a series of numbers set forth in section 12.5 of this rule.

(t) "Power Play promotion" means a promotional extension of the Hoosier Lottery Powerball on-line game as set forth in section 12.5 of this rule.

(u) "Quick pick" means a play randomly selected by a commission approved terminal.

(v) "Retailer" means a person, other than a state agency or political subdivision, who sells lottery tickets on behalf of the commission pursuant to a retailer contract.

(w) "Set prize" means any secondary prize in the Powerball on-line game (not the grand prize) and any prize arising out of the Power Play promotion. (*State Lottery Commission; 65 IAC 5-12-2; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1016, eff Nov 2, 1997; emergency rule filed Mar 2, 2001, 4:08 p.m.: 24 IR 2094; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 44, eff Oct 6, 2002*)

65 IAC 5-12-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The price of an on-line ticket in the Hoosier Lottery Powerball on-line game shall be one dollar (\$1) for each play represented on the on-line ticket. (*State Lottery Commission; 65 IAC 5-12-3; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1016, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 45, eff Oct 6, 2002*)

65 IAC 5-12-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) An on-line ticket for the Hoosier Lottery Powerball on-line game may represent one (1) or more plays and shall be purchased by one (1) of the following methods:

(1) The player may submit a completed play slip which contains one (1) or more hand marked boards to an authorized on-line retailer who shall generate the on-line ticket.

(2) The player may orally advise an authorized on-line retailer of the numbers contained in the player's plays, and the on-line retailer shall generate the on-line ticket.

(3) The player may request a quick pick of one (1) of the following types from an authorized on-line retailer who shall generate an on-line ticket:

(A) The player may specify the Powerball first set numbers and request a quick pick for the Powerball second set number; or

(B) The player may request a quick pick for the Powerball first set numbers and specify the Powerball second set number; or

(C) The player may request a quick pick for both the Powerball first set numbers and the Powerball second set number.

(4) The player may purchase a ticket from a player activated terminal.

(b) Each play in Hoosier Lottery Powerball shall consist of the following:

(1) Five (5) different numbers from one (1) to fifty-three (53) constituting the Powerball first set numbers.

(2) One (1) number from one (1) to forty-two (42), which may be the same as a number in the Powerball first set numbers for that play, constituting the Powerball second set number.

(c) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Powerball. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.

(d) Unless otherwise indicated on the on-line ticket, an on-line ticket in Hoosier Lottery Powerball is effective for the next scheduled Powerball selection event. Subject to the restrictions of 65 IAC 5-2-10, the commission may offer multi-draw on-line tickets for Hoosier Lottery Powerball which are effective for the following numbers of Powerball selection events:

(1) Two (2).

(2) Three (3).

- (3) Four (4).
- (4) Five (5).
- (5) Six (6).
- (6) Seven (7).
- (7) Ten (10).

(e) Sales of on-line tickets for Hoosier Lottery Powerball shall be suspended prior to the time of each Powerball selection event at a time determined by the director.

(f) Sales of on-line tickets for a Powerball selection event containing a particular play may be suspended if the total liability of the commission for winning on-line tickets containing that play would exceed an amount established by the director. No person shall be entitled to purchase an on-line ticket containing any particular play if such play has been suspended, and neither the commission, the director, nor any employee of the commission shall be liable for the inability of any person to purchase an on-line ticket containing a particular play.

(g) If a play slip is used to select a player's plays for a Powerball selection event, the play slip must have been approved by the commission and completed by hand. The play slip will be scanned by the on-line terminal or keyed in by hand by the retailer.

(h) The director may, in the director's sole discretion, authorize the generation of on-line entry tickets or coupons from terminals with respect to certain purchases of Hoosier Lottery Powerball on-line tickets.

(i) Notwithstanding 65 IAC 5-2-7 and 65 IAC 5-2-10, an on-line ticket for Hoosier Lottery Powerball may not be canceled by a retailer. (*State Lottery Commission; 65 IAC 5-12-4; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1016, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 45, eff Oct 6, 2002*)

65 IAC 5-12-5 Payment options

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. (a) Players are required to select a payment option for distribution of the grand prize amount at the time they become entitled to receive the jackpot prize. The following payment options are available:

(1) A single lump sum payment representing the total cash in the grand prize pool or the guaranteed grand prize amount, if any.

(2) Thirty (30) annual installments until the total payments equal the annuitized value of the grand prize pool or the guaranteed grand prize amount, if any.

(b) If the player fails to select a payment option, the grand prize shall be paid in annual payments as set forth in subsection (a)(2). (*State Lottery Commission; 65 IAC 5-12-5; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1017, eff Nov 2, 1997; emergency rule filed Mar 1, 2000, 7:50 a.m.: 23 IR 1666, eff Apr 30, 2000; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 46, eff Oct 6, 2002*)

65 IAC 5-12-6 Amount of prize pools

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. (a) The prize pool for all prizes in Hoosier Lottery Powerball shall be equal to fifty percent (50%) of sales for the Powerball selection event.

(b) The grand prize pool for each Powerball selection event shall consist of the sum of the following amounts:

(1) Any amounts carried over from prior Powerball selection events as described in section 10(b) of this rule or from prior games conducted by MUSL pursuant to MUSL rules for such games.

(2) Sixty-five and three thousand three hundred seventy-eight ten-thousandths percent (65.3378%) of the allocable prize pool for the particular Powerball selection event until the amount of the grand prize pool is sufficient to fund the annuitized value of the grand prize guaranteed by MUSL for the particular Powerball selection event.

(3) After the grand prize guaranteed by MUSL, if any, is funded, sixty-two and seven thousand two hundred forty-three ten-thousandths percent (62.7243%) of the allocable prize pool for the particular Powerball selection event until the prize reserve

accounts described in section 7 of this rule have been funded in the amounts designated therein.

(4) After the prize reserve accounts described in section 7 of this rule have been funded to the designated amounts, any amounts in excess of the above required funding amounts, except as set forth in subsection 6(f) [subsection (f)].

(c) The set prize pool for each Powerball selection event shall consist of the sum of the following amounts:

(1) Any amounts carried over from prior Powerball selection events as described in section 10(b) of this rule or from prior games conducted by MUSL pursuant to MUSL rules for such games.

(2) Thirty-four and six thousand six hundred twenty-two ten-thousandths percent (34.6622%) of the allocable prize pool for the particular Powerball selection event. 8.9218 [sic.]

(d) Unless otherwise specified by MUSL, the guaranteed grand prize amount for a Powerball selection event shall be ten million dollars (\$10,000,000).

(e) If grand prize amounts are guaranteed pursuant to section 11(f) of this rule, the percentage of the prize pool allocated to the grand prize pool may be modified with respect to a particular Powerball selection event in order to permit funding of additional reserve accounts.

(f) If the grand prize is projected to reach an annuitized amount that MUSL, in its discretion, determines to be a new record level, the maximum amount to be allocated from the grand prize pool toward the next drawing shall be the previous record level plus twenty-five million dollars (\$25,000,000) (annuitized) or such other amount as set by MUSL. Any amount of the of the [sic.] grand prize pool which exceeds the twenty-five million dollar (\$25,000,000) (annuitized) increase shall be added to the Match 5 Bonus Prize pool. The Match 5 Bonus Prize pool is hereby created and shall accumulate until MUSL confirms that at least one (1) on-line ticket containing all six (6) of the Powerball winning numbers was issued with respect to a Powerball selection event, at which time the Match 5 Bonus Prize pool shall be divided equally among the number of plays matching all five (5) of the Powerball first set numbers. In the event there are no plays matching all five (5) of the Powerball first set numbers in such a Powerball selection event, the Match 5 Bonus Prize pool shall be divided equally among the plays matching four (4) Powerball first set numbers and the Powerball second set number. (State Lottery Commission; 65 IAC 5-12-6; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1017, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 46, eff Oct 6, 2002)

65 IAC 5-12-7 Reserve accounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. (a) After the grand prize pool is funded in accordance with section 6 of this rule, two percent (2%) of total sales by the commission and its retailers for each Powerball selection event (which is equal to four percent (4%) of the allocable grand prize pool) shall be placed in trust in one (1) or more prize reserve accounts until such account or accounts have the balance determined by MUSL. Once the designated account balance or balances have been reached, any amount in excess thereof shall become part of the prize pool.

(b) Any money remaining in the prize reserve accounts after the final Powerball selection event shall be carried forward to a replacement prize reserve account or expended in the manner directed by MUSL or in accordance with state law. (State Lottery Commission; 65 IAC 5-12-7; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1018, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 47, eff Oct 6, 2002)

65 IAC 5-12-8 Determination of winning numbers

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. MUSL shall conduct the Powerball selection events under the supervision of security personnel and an independent auditor. Each Powerball selection event shall select five (5) Powerball first set numbers and one (1) Powerball second set number. (State Lottery Commission; 65 IAC 5-12-8; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1018, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268)

65 IAC 5-12-9 Allocation of prize pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. The prize pool for each Powerball selection event shall be allocated to the prizes as follows:

Number of Matching Numbers	Prize Payment	Prize Pool % Allocated to Prize
Match 5 Powerball first set numbers and 1 Powerball second set number	Grand Prize	65.3378%*
Match 5 Powerball first set numbers	\$100,000	6.8035%
Match 4 Powerball first set numbers and 1 Powerball second set number	\$5,000	1.9913%
Match 4 Powerball first set numbers	\$100	1.6328%
Match 3 Powerball first set numbers and 1 Powerball second set number	\$100	1.8718%
Match 3 Powerball first set numbers	\$7	5.3720%
Match 2 Powerball first set numbers and 1 Powerball second set number	\$7	2.0090%
Match 1 Powerball first set number and 1 Powerball second set number	\$4	6.4577%
Match 1 Powerful second set number	\$3	8.5241%

*Pursuant to section 6(f) of this rule, if MUSL determines that the grand prize has reached a new record level, the prize pool percentage allocated to the grand prize shall be reduced to that percentage needed to fund the maximum grand prize increase as determined by MUSL, with the remainder funding the Match 5 Bonus Prize pool. (*State Lottery Commission; 65 IAC 5-12-9; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1018, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 47, eff Oct 6, 2002*)

65 IAC 5-12-10 Prize amounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. (a) The grand prize shall be a pari-mutuel prize paid to holders of valid on-line tickets for the particular Powerball selection event which contain the winning Powerball first set numbers and the winning Powerball second set number in accordance with the payment option selected by the holder pursuant to section 5 of this rule.

(b) The grand prize pool and the set prize pool shall be carried forward to subsequent Powerball selection events if all or a portion of such pools are not awarded in the current Powerball selection event. If MUSL gives effect to section 6(f) of this rule but no on-line tickets containing all six (6) of the Powerball winning numbers were issued for the associated Powerball selection event, the prize money allocated to the Match 5 Bonus Prize pool shall be carried forward to the Match 5 Bonus Prize pool for the following drawing.

(c) If the total of the set prizes awarded in a Powerball selection event would exceed the set prize pool, then the amount needed to fund the prizes shall be drawn from the following sources in the following order:

(1) The amount allocated to the set prizes and carried forward from previous draws, if any.

(2) An amount from the set prize reserve account, if available, not to exceed twenty-five million dollars (\$25,000,000) per Powerball selection event.

(d) If the sources set forth in subsection (c) are depleted and there still are not sufficient funds to pay the prizes for a particular Powerball selection event, then the highest set prize shall become a pari-mutuel prize. If the amount of the highest set prize, when paid as a pari-mutuel prize, is less than or equal to the next highest set prize and there are still not sufficient funds to pay the remaining set prizes, then the next highest set prize shall become a pari-mutuel prize. If necessary under the same test set forth in the preceding sentence, each succeeding set prize level shall be converted to a pari-mutuel prize, in order, until all set prizes become pari-mutuel. If all set prizes are converted to pari-mutuel prizes, the money available from the funding sources listed in subsection (c) shall be divided among the winning plays in proportion to the allocations in section 9 of this rule.

(e) The Match 5 Bonus Prize pool shall be divided equally among the number of plays matching all five (5) Powerball first set numbers in the event MUSL has given effect to section 6(f) of this rule and one (1) or more Powerball on-line tickets were issued containing all six (6) of the Powerball winning numbers determined in a Powerball selection event. (*State Lottery Commission; 65*

IAC 5-12-10; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1019, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 47, eff Oct 6, 2002)

65 IAC 5-12-11 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30; IC 4-30-15-1

Sec. 11. (a) The grand prize or any portion thereof shall be paid in accordance with the player's selected payment option as follows:

(1) A player who selects the lump sum, cash payment option shall receive a pari-mutuel share of a cash payment consisting of the greater of the total cash in the grand prize pool or the guaranteed minimum as defined in subsection (f).

(2) A player who fails to select an option or selects the annual payment option shall receive a pari-mutuel prize of thirty (30) equal payments, the first of which shall be in cash with the remaining twenty-nine (29) payments from the greater of:

(A) an annuity purchased by MUSL for the guaranteed prize amount as defined in subsection (f) of this rule less the amount of the first payment; or

(B) an annuity purchased by MUSL for the total cash held in the grand prize pool less the first payment.

(3) If the cash value of an annuity for the grand prize is less than two hundred fifty thousand dollars (\$250,000), the commission may, in its sole discretion, pay each prize in a single lump sum.

(b) Set prizes or any portions thereof shall be paid in a single lump sum.

(c) The initial installment of a grand prize to be paid in annual installments over time shall not be paid until the fifteenth calendar day following the Powerball selection event from which the grand prize was awarded.

(d) If a valid on-line ticket for Hoosier Lottery Powerball contains more than one (1) play entitled to a prize, the prize amounts for the winning plays shall be added together for purposes of claiming the prizes and determining whether the total prize amounts may be claimed from a retailer pursuant to 65 IAC 3-4-4.

(e) Annuitized payments of the jackpot amount or any portion thereof may be rounded down to the nearest thousand to facilitate the purchase of an appropriate funding mechanism. Breakage (the remainder after rounding) shall be paid to the winner or winners in the first prize payment. Prizes, which under this rule may become single payment, pari-mutuel prizes, shall be rounded down so that the prizes may be paid in multiples of whole dollars. Breakage resulting from rounding these prizes shall be carried forward to the appropriate prize pool for the next Powerball selection event.

(f) MUSL may offer guaranteed grand prize amounts or minimum increases in grand prize amounts between Powerball selection events when MUSL finds that such would be in the best interest of the game. Changes in the allocation of prize money shall be designed to retain the approximate prize pool allocation percentages set forth in this rule over a one (1) year period.

(g) The commission shall pay to MUSL all amounts required under the rules of MUSL to fund prizes in Hoosier Lottery Powerball, and such amounts shall be removed for this purpose from the administrative trust fund created by IC 4-30-15-1. MUSL shall have the ultimate obligation to pay prizes awarded in Hoosier Lottery Powerball and shall purchase any annuity or investment that is used to fund a prize paid over time in Hoosier Lottery Powerball.

(h) The commission shall not pay or arrange for the payment of, and no retailer shall pay a prize in respect of, any Hoosier Lottery Powerball on-line ticket that was not purchased from a retailer under contract with the commission.

(i) Except as provided herein and in section 11.5 of this rule, prizes shall not be accelerated. MUSL, upon petition to the commission from the estate of a deceased winner, may accelerate the remaining payments of such a prize by distributing to the estate the securities or the cash representing the present value of the remaining payments in lieu of continuing annual payments. The method and timing of the sale of any security being held to fund the remaining payments are solely within the commission's discretion. *(State Lottery Commission; 65 IAC 5-12-11; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1019, eff Nov 2, 1997; emergency rule filed Jun 10, 1999, 5:13 p.m.: 22 IR 3119; emergency rule filed Mar 1, 2000, 7:50 a.m.: 23 IR 1666, eff Apr 30, 2000; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 48, eff Oct 6, 2002)*

65 IAC 5-12-11.5 Election to receive lump sum, cash payment

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11.5. (a) With respect to a player who first becomes entitled to a prize after October 21, 1998, such player shall have sixty (60) days from the day the player becomes entitled to receive the grand prize or a share thereof to elect to receive a lump sum, cash payment. The election must be in writing and on a form authorized by the commission. If an election is not made by the close of commission business on the sixtieth day after the player becomes entitled to the grand prize, the grand prize shall be paid in annual payments. An election under this subsection cannot be revoked, withdrawn, or otherwise modified. The commission shall not be responsible for differences in the advertised or estimated grand prize or the amount paid to the player due to changes in the price of securities occurring between the selection event and the payment dates.

(b) With respect to a player who:

(1) first became entitled to a prize on or before October 21, 1998; and

(2) at the time the Hoosier Lottery Powerball on-line ticket was purchased, selected the annual payment option or failed to select a payment option;

such player shall have from July 1, 1999, through December 31, 2000, within which to change the payment option and elect to receive a lump sum, cash payment equal to the present value of the remaining annual payments. The election must be in writing and on a form authorized by the commission. An election under this subsection cannot be revoked, withdrawn, or otherwise modified. The lump sum payment shall be in an amount equal to the proceeds MUSL can obtain by selling the financial instruments held by MUSL to fund the remaining prize payments, less any fees incurred by MUSL in the sale of the financial instruments. The method and timing of the sale transaction are solely within MUSL's discretion. If an election is not made by the close of commission business on December 31, 2000, the grand prize shall continue to be paid in annual installments.

(c) If a grand prize is claimed by a group that selected the annual payment option, all members of the group must agree to seek a change in the payment option in order to secure an election under this subsection.

(d) The commission shall provide notice to all players eligible for the elections set forth in this section. (*State Lottery Commission; 65 IAC 5-12-11.5; emergency rule filed Jun 10, 1999, 5:13 p.m.: 22 IR 3120; emergency rule filed Mar 1, 2000, 7:50 a.m.: 23 IR 1667, eff Apr 30, 2000; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-12-12 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12. (a) The odds of winning the grand prize in a Powerball selection event by matching five (5) Powerball first set numbers and one (1) Powerball second set number are approximately 1:120,526,700.000000.

(b) The odds of winning a prize of one hundred thousand dollars (\$100,000) in a Powerball selection event by matching five (5) Powerball first set numbers and no Powerball second set number are approximately 1:2,939,677.317073.

(c) The odds of winning a prize of five thousand dollars (\$5,000) in a Powerball selection event by matching four (4) Powerball first set numbers and one (1) Powerball second set number are approximately 1:502,194.875000.

(d) The odds of winning a prize of one hundred dollars (\$100) in a Powerball selection event by matching four (4) Powerball first set numbers and no Powerball second set number are approximately 1:12,248.655488.

(e) The odds of winning a prize of one hundred dollars (\$100) in a Powerball selection event by matching three (3) Powerball first set numbers and one (1) Powerball second set number are approximately 1:10,684.997340.

(f) The odds of winning a prize of seven dollars (\$7) in a Powerball selection event by matching three (3) Powerball first set numbers and no Powerball second set number are approximately 1:260.609691.

(g) The odds of winning a prize of seven dollars (\$7) in a Powerball selection event by matching two (2) Powerball first set numbers and one (1) Powerball second set number are approximately 1:696.847653.

(h) The odds of winning a prize of four dollars (\$4) in a Powerball selection event by matching one (1) of the Powerball first set numbers and one (1) Powerball second set number are approximately 1:123.884027.

(i) The odds of winning a prize of three dollars (\$3) in a Powerball selection event by matching no Powerball first set numbers and one (1) Powerball second set number are approximately 1:70.388652. (*State Lottery Commission; 65 IAC 5-12-12; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1020, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 49, eff Oct 6, 2002*)

65 IAC 5-12-12.5 Power Play promotion

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12.5. (a) The Power Play promotion shall be available in association with the Hoosier Lottery Powerball on-line game commencing March 4, 2001, and concluding upon the determination of the director. The Power Play promotion will be conducted in accordance with the Hoosier Lottery Powerball rules except that players may purchase the Power Play option for the chance to multiply set prizes won as a result of a Powerball selection event by a number ranging from two (2) to five (5). The Powerball grand prize and the Match 5 Bonus Prize shall not be eligible for multiplication under the Power Play promotion.

(b) At the time of purchasing a Hoosier Lottery Powerball on-line ticket from an authorized retailer, a player may purchase the Power Play option for one dollar (\$1) per play for each play on the Hoosier Lottery Powerball on-line ticket.

(c) At the time of each Powerball selection event, MUSL shall conduct a Power Play selection event under the supervision of security and an independent auditor which shall result in the selection of the Power Play number from among the following series of numbers: 2, 2, 2, 3, 3, 3, 4, 4, 4, 5, 5, 5, 5, and 5.

(d) On-line tickets that contain the Power Play option and one (1) or more plays eligible for Powerball set prizes (but not the grand prize) identified in section 9 of this rule shall be entitled to a total set prize calculated by multiplying each set prize by the Power Play number.

(e) The prize pool for Power Play set prizes shall consist of up to forty-eight and one-half percent (48.5%) of Power Play sales incurred between Power Play selection events after Powerball prize reserve accounts are funded to the amounts set by MUSL. The prize pool percentage allocated to Power Play set prizes shall be carried forward to subsequent Power Play selection events if all or a portion of such percentage is not required to pay the set prizes for the current Power Play selection event. Any amount remaining in the prize pool for Power Play set prizes at the end of the Hoosier Lottery Powerball on-line game shall be carried forward to a replacement on-line game or expended in a manner directed by MUSL or in accordance with state law.

(f) An additional one and one-half percent (1.5%) of Power Play sales incurred between Power Play selection events may be collected and placed in prize reserve accounts until the prize reserve accounts meet the amounts designated by MUSL.

(g) If, with respect to a single Powerball selection event and associated Power Play selection event, the total of the Powerball set prizes without the Power Play option and the Powerball set prizes multiplied by the Power Play number exceeds the percentage of the prize pools allocated to the set prizes, then the amount needed to fund those combined set prizes shall be drawn from the following sources in the following order:

(1) The amount allocated to the set prizes and carried forward from previous Powerball selection events and Power Play selection events, if any.

(2) The amounts allocated to the Power Play set prize reserve accounts, if any.

(3) An amount from the Powerball set prize reserve account, if available, not to exceed twenty-five million dollars (\$25,000,000) per selection event.

(h) If the sources set forth in subsection (g) are depleted and there still are not sufficient funds to pay the set prizes for a particular Powerball selection event and associated Power Play selection event, then the highest set prize, including the multiplied set prize, shall become a pari-mutuel prize. If the amount of the highest set prize, when paid as a pari-mutuel prize, is less than or equal to the next highest set prize and there are still not sufficient funds to pay the remaining prizes, then the next highest set prize, including the multiplied set prize, shall become a pari-mutuel prize. If necessary under the same test set forth in the preceding sentence, each succeeding set prize level shall be converted to a pari-mutuel prize, in order, until all set prizes become pari-mutuel. If all set prizes are converted to pari-mutuel prizes, the money available from the funding sources listed in subsection (g) shall be divided among the winning plays in proportion to their respective prize percentages.

(i) Power Play set prizes which become pari-mutuel may be rounded down so that they can be paid in multiples of whole dollars. Breakage resulting from rounding shall be carried forward to the prize pool for the next Power Play selection event.

(j) All Power Play set prizes shall be paid in single, lump sum payments determined by multiplying the Powerball set prize by the number selected in the Power Play selection event as follows:

Powerball Set Prize Amount		Power Play Multiplier and Set Prize Amount			
		5	4	3	2
Match 5 + 0	\$100,000	\$500,000	\$400,000	\$300,000	\$200,000

ON-LINE GAMES

Match 4 + 1	\$5,000	\$25,000	\$20,000	\$15,000	\$10,000
Match 4 + 0	\$100	\$500	\$400	\$300	\$200
Match 3 + 1	\$100	\$500	\$400	\$300	\$200
Match 3 + 0	\$7	\$35	\$28	\$21	\$14
Match 2 + 1	\$7	\$35	\$28	\$21	\$14
Match 1 + 1	\$4	\$20	\$16	\$12	\$8
Match 0 + 1	\$3	\$15	\$12	\$9	\$6

When the Powerball set prizes become pari-mutuel, the Powerball set prize amounts will be less than the amount shown in which case the Power Play set prizes shall be a multiple of the new Powerball set prize amount.

(k) Power Play set prizes shall not be paid until the commission receives notification to pay from MUSL.

(l) The odds of various Power Play numbers being selected in a Power Play selection event and the resulting impact on the Powerball set prizes are:

(1) The odds of increasing a set prize in a Powerball selection event by a multiple of five (5) through a Power Play are approximately 1:2.5.

(2) The odds of increasing a set prize in a Powerball selection event by a multiple of four (4) through a Power Play are approximately 1:5.

(3) The odds of increasing a set prize in a Powerball selection event by a multiple of three (3) through a Power Play are approximately 1:5.

(4) The odds of increasing a set prize in a Powerball selection event by a multiple of two (2) through a Power Play are approximately 1:5.

(m) The Power Play shall not apply to the grand prize or the portion of the prize attributable to the Match 5 Bonus Prize described in section 6(f) of this rule. (*State Lottery Commission; 65 IAC 5-12-12.5; emergency rule filed Mar 2, 2001, 4:08 p.m.: 24 IR 2094; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 49, eff Oct 6, 2002*)

65 IAC 5-12-13 Termination of liability

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 13. (a) All liability of MUSL and its members, officers, directors, and employees for any prize terminates upon payment of the prize or upon the expiration of one hundred eighty (180) days after the date of the Powerball selection event in which the prize was won.

(b) All liability of the state, its officials, officers, and employees and of the commission, the director, and the employees of the commission for any prize in Powerball terminates upon payment of the prize or upon the expiration of one hundred eighty (180) days after the date of the Powerball selection event in which the prize was won. (*State Lottery Commission; 65 IAC 5-12-13; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1020, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268*)

65 IAC 5-12-14 Ineligible players

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 14. (a) In addition to the individuals identified in 65 IAC 1-3-4, the following persons are not eligible to purchase a ticket in Powerball and shall be ineligible to be paid a prize for a Powerball ticket:

(1) An employee, officer, or director of MUSL.

(2) A person under contract with MUSL to conduct a financial or security audit of MUSL.

(3) An employee, partner, shareholder, or owner of an independent accounting firm under contract with MUSL to observe selection events and site operations.

(4) A relative living in the same household of a person described in subdivision (1), (2), or (3).

(b) Except as provided in subsection (a), the individuals identified in 65 IAC 1-3-4 are not prohibited from purchasing a ticket

or winning a prize from a MUSL member lottery other than the commission. (*State Lottery Commission; 65 IAC 5-12-14; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1020, eff Nov 2, 1997; readopted filed Nov 30, 2001, 11:02 a.m.: 25 IR 1268; emergency rule filed Aug 23, 2002, 1:29 p.m.: 26 IR 51, eff Oct 6, 2002*)

Rule 13. Cash 4 Life

65 IAC 5-13-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Cash 4 Life". (*State Lottery Commission; 65 IAC 5-13-1; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3018, eff Mar 30, 1998*)

65 IAC 5-13-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section shall apply throughout this rule.

(b) "Board" means an area of the play slip to be marked by a player which is identified by an alphabetic character and contains one (1) set of one hundred (100) numbered squares ranging from zero-zero (00) through ninety-nine (99).

(c) "Cash 4 Life" means a game conducted by a MUSL product group of which the commission is a member.

(d) "Cash 4 Life selection event" means a drawing or other selection event conducted to determine winning numbers in Cash 4 Life.

(e) "Grand prize" means the prize of one thousand dollars (\$1,000) per week for the life of a natural person who holds a ticket with the winning numbers in the Cash 4 Life grand prize group.

(f) "MUSL" means an association of lottery commissions, state agencies, and other political subdivisions which are authorized to conduct lottery games.

(g) "Natural person" means a living human being and shall not include legal or fictional entities or constructs such as, but not limited to:

- (1) a firm;
- (2) an association;
- (3) a joint venture;
- (4) a partnership;
- (5) a limited liability company;
- (6) an estate;
- (7) a trust;
- (8) a syndicate;
- (9) a fiduciary;
- (10) a corporation; or
- (11) other such combination or entity.

(h) "Pari-mutuel prize" means a prize equal to the total amount of the prize pool available for prizes of that type divided by the total number of winners of that prize from among all MUSL Cash 4 Life member lotteries.

(i) "Play" means the fifteen (15) sets of four (4) two-digit numbers, reading from left to right, that appear as a single numbered selection on a valid lottery ticket for a Cash 4 Life selection event.

(j) "Player" means an eligible person who participates in a Cash 4 Life selection event by purchasing an on-line ticket.

(k) "Play slip" means a commission approved form containing one (1) or more boards to be marked by a player in Cash 4 Life.

(l) "Prize group" means a prize category containing one (1) or more sets of four (4) two-digit numbers, read from left to right, with prizes established in amounts set forth in section 8 of this rule for valid tickets containing winning numbers.

(m) "Quick pick" means an entire play randomly selected by a commission approved terminal.

(n) "Retailer" means a person, other than a state agency or political subdivision, who sells lottery tickets on behalf of the

commission pursuant to a retailer contract.

(o) "Set prize" means all prizes which are payable by a single cash payment and, except in instances outlined in these rules, will be equal to the prize amount established by MUSL in the relevant prize group.

(p) "Winning numbers" means four (4) two-digit numbers from zero-zero (00) through ninety-nine (99), randomly selected in each Cash 4 Life selection event, which appear on an on-line ticket as a set read from left to right and entitle the holder of the on-line ticket to a prize as set forth in section 8 of this rule.

(q) "Winner" means the holder of an on-line ticket in Cash 4 Life containing winning numbers and who receives a prize from the commission. (*State Lottery Commission; 65 IAC 5-13-2; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3018, eff Mar 30, 1998; errata filed Oct 9, 1998, 3:28 p.m.: 22 IR 468*)

65 IAC 5-13-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The price of an on-line ticket in Cash 4 Life shall be one dollar (\$1) for each on-line ticket. (*State Lottery Commission; 65 IAC 5-13-3; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3018, eff Mar 30, 1998*)

65 IAC 5-13-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) An on-line ticket for Cash 4 Life shall represent one (1) play consisting of fifteen (15) sets of four (4) two-digit numbers ranging from zero-zero (00) to ninety-nine (99) and arranged as set forth in section 8 of this rule. Fourteen (14) of the sets of numbers shall be automatically selected by quick pick with the fifteenth set selected by one (1) of the following methods:

(1) The player may submit a completed play slip which contains one (1) or more hand marked boards to an authorized on-line retailer who shall generate the on-line ticket or tickets as appropriate.

(2) The player may orally advise an authorized on-line retailer of the set of four (4) two-digit numbers, and the on-line retailer shall generate the on-line ticket.

(3) The player may request that an authorized on-line retailer quick pick the play, and the on-line retailer shall generate the on-line ticket.

(4) The player may select the set of four (4) two-digit numbers from a player activated terminal which shall generate the on-line ticket.

(b) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Cash 4 Life. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.

(c) Unless otherwise indicated on the on-line ticket, an on-line ticket in Cash 4 Life is effective for the next scheduled Cash 4 Life selection event. Subject to the restrictions of 65 IAC 5-2-10, the commission may offer multi-draw on-line tickets for Cash 4 Life which are effective for the following numbers of Cash 4 Life selection events:

(1) Two (2).

(2) Three (3).

(3) Four (4).

(4) Five (5).

(5) Six (6).

(6) Seven (7).

(7) Ten (10).

(d) Sales of on-line tickets for Cash 4 Life shall be suspended prior to the time of each Cash 4 Life selection event at a time determined by the director.

(e) A retailer shall not knowingly sell an on-line ticket or combination of on-line tickets to any player which would guarantee the player would receive a grand prize.

(f) If a play slip is used to select a player's plays for a Cash 4 Life selection event, the play slip must have been approved by the commission and completed by hand. The play slip will be scanned by the on-line terminal or keyed in by hand by the retailer.

Retailers shall not accept facsimiles or copies of play slips.

(g) The director may, in the director's sole discretion, authorize the generation of on-line entry tickets from terminals with respect to certain purchases of Cash 4 Life tickets.

(h) Notwithstanding 65 IAC 5-2-7 and 65 IAC 5-2-10, an on-line ticket for Cash 4 Life may not be canceled by a retailer. *(State Lottery Commission; 65 IAC 5-13-4; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3018, eff Mar 30, 1998)*

65 IAC 5-13-5 Prize pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. The prize pool for all prizes in Cash 4 Life shall be equal to fifty percent (50%) of sales for each Cash 4 Life selection event. *(State Lottery Commission; 65 IAC 5-13-5; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3019, eff Mar 30, 1998)*

65 IAC 5-13-6 Reserve accounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. (a) An amount equal to no more than two percent (2%) of total sales for each Cash 4 Life selection event shall be deducted from the grand prize percentage and placed in one (1) or more prize reserve accounts until such account or accounts have the balance determined by MUSL. Once the designated account balance or balances have been reached, any amount in excess thereof shall become part of the prize pool.

(b) Any money remaining in the prize reserve accounts after a final Cash 4 Life selection event shall be carried forward to a replacement prize reserve account or expended in the manner directed by MUSL or in accordance with state law. *(State Lottery Commission; 65 IAC 5-13-6; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3019, eff Mar 30, 1998)*

65 IAC 5-13-7 Determination of winning numbers

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. Each day MUSL shall conduct, under the supervision of security personnel and an independent auditor, a Cash 4 Life selection event to determine the winning numbers. *(State Lottery Commission; 65 IAC 5-13-7; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3019, eff Mar 30, 1998)*

65 IAC 5-13-8 Allocation of prize pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. The prize pool for each Cash 4 Life selection event shall be allocated to the prizes as follows:

Number of Matches per Ticket per Prize Group		Prize Pool % Allocated to Prize
Prize Payment		
CASH 4 LIFE GRAND PRIZE GROUP (1 Set)		
Match 4	\$1,000/week for life	42.58%
Match 3	\$20	0.40%
Match 2	\$1	1.40%
\$100,000 PRIZE GROUP (2 Sets)		
Match 4	\$100,000	10.20%
Match 3	\$20	0.78%
Match 2	\$1	2.80%
\$50,000 PRIZE GROUP (4 Sets)		

ON-LINE GAMES

Match 4	\$50,000	10.20%
Match 3	\$20	1.56%
Match 2	\$1	5.58%
\$25,000 PRIZE GROUP (8 Sets)		
Match 4	\$25,000	10.20%
Match 3	\$20	3.14%
Match 2	\$1	11.16%

(State Lottery Commission; 65 IAC 5-13-8; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3019, eff Mar 30, 1998)

65 IAC 5-13-9 Prize amounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. (a) The grand prize shall be paid to each holder of a valid on-line ticket containing the winning numbers except that, notwithstanding other provisions in this rule, no more than three (3) grand prizes will be paid to winners as the result of a single Cash 4 Life selection event. If more than three (3) winners hold valid on-line tickets containing the winning numbers, the grand prize shall become pari-mutuel as provided in this section. If a winner's share of the grand prize is less than one hundred dollars (\$100) per week, MUSL may, in its sole discretion, elect to pay such winner the winner's share of the cash held in the prize pool to fund the weekly payments in lieu of the weekly payments.

(b) The prize pool percentage allocated to the prizes shall be carried forward to subsequent Cash 4 Life selection events if all or a portion of the pool is not awarded in the current Cash 4 Life selection event.

(c) If the total of the prizes awarded in a Cash 4 Life selection event would exceed the prize pool, then the amount needed to fund the prizes shall be drawn from the following sources in the following order:

(1) The amount allocated to the prizes and carried forward from previous draws, if any.

(2) An amount from the prize reserve account, if available, up to three (3) grand prizes per Cash 4 Life selection event.

(3) For the purpose of paying the grand prize, an assessment against the MUSL lotteries participating in Cash 4 Life in proportion to their sales for the Cash 4 Life selection event causing the liability not to exceed funding three (3) grand prizes with respect to any one (1) Cash 4 Life selection event. Such assessments shall be repaid from funds in the prize reserve account as available.

(d) If the sources set forth in subsection (c) are depleted and there still are not sufficient funds to pay the prizes for a particular Cash 4 Life selection event, then the grand prize shall become a pari-mutuel prize. If the amount of the grand prize, when paid as a pari-mutuel prize, is less than or equal to the next highest prize and there are still not sufficient funds to pay the remaining prizes, then the next highest prize shall become a pari-mutuel prize with equal weekly payments made to all grand prize winners for the drawing. If necessary under the same test set forth in the preceding sentence, each succeeding prize level shall be converted to a pari-mutuel prize, in order, until all prizes become pari-mutuel. If all prizes are converted to pari-mutuel prizes, the money available from the funding sources listed in subsection (c) shall be divided among the winning plays in proportion to the prize percentages set forth in section 8 of this rule. *(State Lottery Commission; 65 IAC 5-13-9; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3020, eff Mar 30, 1998)*

65 IAC 5-13-10 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-15-1

Sec. 10. (a) The grand prize shall be paid in weekly installments to a natural person holding an on-line ticket containing the grand prize winning numbers commencing on the date the on-line ticket is validated and each week thereafter on a day determined by the commission. The weekly grand prize payments shall continue for a period of ten (10) years or the natural life of the winner, whichever is greater. In the event a group of natural persons holds an on-line ticket containing the grand prize winning numbers, the weekly payments shall be divided among the winners, in shares determined by the winners, and the term of each share shall be measured by the natural life of the winner receiving the share.

(b) In the event of the death of a grand prize winner during the ten (10) year minimum payment period, the director may, upon

the petition from the estate, accelerate the remaining payments by causing to be distributed to the estate either the present value of those remaining payments in lieu of the remaining payments or the securities held to fund the remaining payments. The valuation or identification of any securities distributed to the estate shall be at the sole discretion of the commission.

(c) In order to continue receiving weekly payments after the guaranteed ten (10) year payment period, each grand prize winner must complete and execute an annual winner information form provided by the commission certifying that the winner is still living. If the form is not returned to the commission within thirty (30) days after the anniversary date of the relevant Cash 4 Life drawing, MUSL may, in its sole discretion, terminate or suspend the weekly payments until the winner's status is determined.

(d) With the exception of the grand prize, all prizes in Cash 4 Life shall be paid in a single lump sum to holders of valid on-line tickets with Cash 4 Life winning numbers.

(e) If a valid on-line ticket for Cash 4 Life contains more than one (1) play entitled to a prize, the prize amounts for the winning plays shall be added together for purposes of claiming the prize and determining whether the total prize amount may be claimed from a retailer pursuant to 65 IAC 3-4-4.

(f) All prizes shall be rounded down so that prizes can be paid in multiples of whole dollars. Breakage (the remainder after rounding) shall be carried forward to the prize pool for the next Cash 4 Life selection event.

(g) The holder of a valid on-line ticket with a winning play in Cash 4 Life is entitled only to the highest prize in any one (1) play.

(h) MUSL may change the allocation of prize money between Cash 4 Life selection events when MUSL finds that such would be in the best interest of the game. Changes in the allocation of prize money shall be designed to retain the approximate prize pool allocation set forth in section 8 of this rule over a one (1) year period. Minimum guaranteed prizes may be waived if the alternate funding mechanism set forth in section 9 of this rule becomes necessary.

(i) The commission shall pay to MUSL all amounts required under the rules of MUSL to fund prizes in Cash 4 Life, and such amounts shall be removed for this purpose from the administrative trust fund created by IC 4-30-15-1. MUSL shall have the ultimate obligation to pay prizes awarded in Cash 4 Life.

(j) The commission shall not pay or arrange for the payment of, and no retailer shall pay a prize in respect of, any Cash 4 Life on-line ticket that was not purchased from a retailer under contract with the commission. (*State Lottery Commission; 65 IAC 5-13-10; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3020, eff Mar 30, 1998*)

65 IAC 5-13-11 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11. (a) The odds of winning the grand prize in a Cash 4 Life selection event by matching four (4) winning numbers in the Cash 4 Life grand prize group are approximately 1:3,921,255.000000.

(b) The odds of winning a prize of twenty dollars (\$20) in a Cash 4 Life selection event by matching three (3) winning numbers in the Cash 4 Life grand prize group as set forth in section 8 of this rule are approximately 1:10,216.

(c) The odds of winning a prize of one dollar (\$1) in a Cash 4 Life selection event by matching two (2) winning numbers in the Cash 4 Life grand prize group as set forth in section 8 of this rule are approximately 1:143.

(d) The odds of winning a prize of one hundred thousand dollars (\$100,000) in a Cash 4 Life selection event by matching four (4) winning numbers in the \$100,000 prize group as set forth in section 8 of this rule are approximately 1:1,960,613.

(e) The odds of winning a prize of twenty dollars (\$20) in a Cash 4 Life selection event by matching three (3) winning numbers in the \$100,000 prize group as set forth in section 8 of this rule are approximately 1:5,106.

(f) The overall odds of winning a prize of one dollar (\$1) in a Cash 4 Life selection event by matching two (2) winning numbers in the \$100,000 prize group as set forth in section 8 of this rule are approximately 1:72.

(g) The overall odds of winning a prize of fifty thousand dollars (\$50,000) in a Cash 4 Life selection event by matching four (4) winning numbers in the \$50,000 prize group as set forth in section 8 of this rule are approximately 1:980,306.

(h) The overall odds of winning a prize of twenty dollars (\$20) in a Cash 4 Life selection event by matching three (3) winning numbers in the \$50,000 prize group as set forth in section 8 of this rule are approximately 1:2,553.

(i) The overall odds of winning a prize of one dollar (\$1) in a Cash 4 Life selection event by matching two (2) winning numbers in the \$50,000 prize group as set forth in section 8 of this rule are approximately 1:36.

(j) The overall odds of winning a prize of twenty-five thousand dollars (\$25,000) in a Cash 4 Life selection event by matching

four (4) winning numbers in the \$25,000 prize group as set forth in section 8 of this rule are approximately 1:490,153.

(k) The overall odds of winning a prize of twenty dollars (\$20) in a Cash 4 Life selection event by matching three (3) winning numbers in the \$25,000 prize group as set forth in section 8 of this rule are approximately 1:1,276.

(l) The overall odds of winning a prize of one dollar (\$1) in a Cash 4 Life selection event by matching two (2) winning numbers in the \$25,000 prize group as set forth in section 8 of this rule are approximately 1:18.

(m) The overall odds of winning a prize in a Cash 4 Life selection event are approximately 1:9.9. (*State Lottery Commission; 65 IAC 5-13-11; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3021, eff Mar 30, 1998*)

65 IAC 5-13-12 Termination of liability

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 12. (a) All liability of MUSL and its members, officers, directors, and employees for any prize terminates upon payment of the prize or upon the expiration of one hundred eighty (180) days after the date of the Cash 4 Life selection event in which the prize was won.

(b) All liability of the state, its officials, officers, and employees, and of the commission, the director, and the employees of the commission for any prize in Cash 4 Life terminates upon payment of the prize or upon the expiration of one hundred eighty (180) days after the date of the Cash 4 Life selection event in which the prize was won. (*State Lottery Commission; 65 IAC 5-13-12; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3022, eff Mar 30, 1998*)

65 IAC 5-13-13 Ineligible players

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 13. (a) In addition to the individuals identified in 65 IAC 1-3-4, the following persons are not eligible to purchase an on-line ticket in Cash 4 Life and shall be ineligible to be paid a prize for a Cash 4 Life ticket:

(1) An employee, officer, or director of MUSL.

(2) A person under contract with MUSL to review the MUSL audit or security procedures.

(3) An employee, partner, shareholder, or owner of an independent accounting firm under contract with MUSL to observe selection events and site operations.

(4) A relative living in the same household of a person described in subdivision (1), (2), or (3).

(b) Except as provided in subsection (a), the individuals identified in 65 IAC 1-3-4 are not prohibited from purchasing an on-line ticket or winning a prize from a MUSL member lottery other than the commission. (*State Lottery Commission; 65 IAC 5-13-13; emergency rule filed Mar 27, 1998, 3:30 p.m.: 21 IR 3022, eff Mar 30, 1998; errata filed Oct 9, 1998, 3:28 p.m.: 22 IR 468*)

Rule 14. 5 Card Cash

65 IAC 5-14-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "5 Card Cash". (*State Lottery Commission; 65 IAC 5-14-1; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1111, eff Jan 30, 2000*)

65 IAC 5-14-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this section apply throughout this rule.

(b) "Board" means an area of the play slip containing fifty-two (52) squares identified by the term "BOARD" and an

alphabetic character. The squares in each board are arranged in four (4) groups of thirteen (13) labeled $S^S H^H D^D C^C$, respectively. The squares in each board are labeled 2, 3, 4, 5, 6, 7, 8, 9, 10, J, K, Q, and A in ascending order. There shall be five (5) boards on each play slip.

- (c) "5 Card Cash drawing" means a drawing or other selection event conducted to determine a winning play in 5 Card Cash.
- (d) "Card suit symbols" mean spade S , heart H , diamond D , and club C .
- (e) "Jackpot amount" means the prize determined pursuant to section 7 of this rule.
- (f) "Pari-mutuel" means the jackpot amount divided by the total number of winners of that prize.
- (g) "Play" means five (5) symbols representing numbers or letters from the set of 2, 3, 4, 5, 6, 7, 8, 9, 10, J, Q, K, and A paired with card suit symbols that appear on a lottery ticket in relation to a particular drawing for 5 Card Cash.
- (h) "Player" means an eligible person who participates in 5 Card Cash by purchasing a ticket representing one (1) or more plays.
- (i) "Play slip" means a commission approved form indicating one (1) or more plays in 5 Card Cash and used in producing a 5 Card Cash on-line ticket.
- (j) "Quick pick" means a play randomly generated by a terminal.
- (k) "Retailer" means a person, other than an agency or political subdivision of the state, who sells lottery tickets on behalf of the commission pursuant to a retailer contract.
- (l) "Set prizes" means all prizes of five hundred dollars (\$500) or less payable as the result of a 5 Card Cash drawing.
- (m) "Winning play" means a play in which two (2) or more symbols representing numbers or letters paired with card suit symbols that match those drawn in a 5 Card Cash drawing.
- (n) "Winnings pool" means the amount of gross sales allocated to prizes pursuant to section 5 of this rule. (*State Lottery Commission; 65 IAC 5-14-2; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1111, eff Jan 30, 2000*)

65 IAC 5-14-3 Ticket price

Authority: IC 4-30-3-7; IC 4-30-3-9
 Affected: IC 4-30

Sec. 3. The price of an on-line ticket for 5 Card Cash shall be one dollar (\$1) for each play represented on an on-line ticket. (*State Lottery Commission; 65 IAC 5-14-3; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1111, eff Jan 30, 2000*)

65 IAC 5-14-4 Payment options

Authority: IC 4-30-3-7; IC 4-30-3-9
 Affected: IC 4-30

Sec. 4. (a) An on-line ticket for 5 Card Cash may represent one (1) or more plays. An on-line ticket for 5 Card Cash shall be purchased by any of the following methods:

- (1) The player may submit a hand completed play slip identifying one (1) or more plays to an authorized on-line retailer who shall generate the on-line ticket.
- (2) The player may request a quick pick from an authorized on-line retailer who shall generate an on-line ticket with a random play or plays.
- (b) An on-line ticket is the only valid proof of a play and the only valid receipt for claiming a prize in 5 Card Cash. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of an on-line ticket or a play.
- (c) Unless otherwise indicated on the on-line ticket, an on-line ticket for 5 Card Cash is effective for the next scheduled 5 Card Cash drawing. Subject to the restrictions of 65 IAC 5-2-10, the commission may offer multi-draw on-line tickets for 5 Card Cash which are effective for at least two (2) and no more than ten (10) drawings.
- (d) Sales of on-line tickets for 5 Card Cash shall be suspended prior to the time of each 5 Card Cash drawing at a time determined by the director. Tickets purchased after the suspension shall be eligible for the next drawing.
- (e) If a play slip is used to select a play for a 5 Card Cash drawing, the play slip must have been issued by the lottery and completed by hand. The play slip will be scanned by the on-line terminal or keyed in by hand by the retailer.
- (f) The director may, in the director's sole discretion, provide for the generation of on-line entry tickets from terminals for certain purchases of on-line tickets for 5 Card Cash.

(g) No more than ninety-nine (99) tickets may be purchased in a single transaction. *(State Lottery Commission; 65 IAC 5-14-4; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1111, eff Jan 30, 2000)*

65 IAC 5-14-5 Winnings pool

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. The winnings pool for 5 Card Cash shall be equal to approximately fifty percent (50%) of total 5 Card Cash sales receipts for the drawing. *(State Lottery Commission; 65 IAC 5-14-5; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1112, eff Jan 30, 2000)*

65 IAC 5-14-6 Estimated jackpot amount

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. The director shall announce the estimated jackpot amount prior to the particular 5 Card Cash drawing. *(State Lottery Commission; 65 IAC 5-14-6; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1112, eff Jan 30, 2000)*

65 IAC 5-14-7 Determination of winners and prize amounts

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 7. (a) Players with tickets containing a winning play consisting of all five (5) symbols representing numbers or letters paired with card suit symbols drawn in a 5 Card Cash drawing shall be entitled to pari-mutuel share of the jackpot amount which shall be:

(1) two hundred fifty thousand dollars (\$250,000); and

(2) if the jackpot amount is not awarded in a particular drawing, the jackpot amount in the succeeding drawing shall increase by twenty-five thousand dollars (\$25,000).

(b) Players with tickets containing a winning play consisting of four (4) symbols representing numbers or letters paired with card suit symbols drawn in a 5 Card Cash drawing shall be entitled to a prize of five hundred dollars (\$500).

(c) Players with tickets containing a winning play consisting of three (3) symbols representing numbers or letters paired with card suit symbols drawn in a 5 Card Cash drawing shall be entitled to a prize of twenty dollars (\$20).

(d) Players with tickets containing a winning play consisting of two (2) symbols representing numbers or letters paired with card suit symbols drawn in a 5 Card Cash drawing shall be entitled to a prize of one dollar (\$1). *(State Lottery Commission; 65 IAC 5-14-7; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1112, eff Jan 30, 2000)*

65 IAC 5-14-8 Determination of winning numbers

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. The commission shall conduct 5 Card Cash drawings twice each week in accordance with 65 IAC 5-3-7 at a time to be determined by the director. Each 5 Card Cash drawing shall determine the five (5) symbols representing numbers or letters paired with card suit symbols that establish the elements for a winning play. *(State Lottery Commission; 65 IAC 5-14-8; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1112, eff Jan 30, 2000)*

65 IAC 5-14-9 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. (a) All prizes in 5 Card Cash shall be paid in a single, lump sum, cash payment.

(b) If a valid on-line ticket for 5 Card Cash contains more than one (1) winning play, the prize amounts for the winning plays shall be added together for purposes of claiming the prizes and determining whether the total prize amounts may be claimed from a retailer pursuant to 65 IAC 3-4-4.

(c) Pari-mutuel prizes may be rounded down so that the prizes may be paid in multiples of whole dollars. Breakage resulting from rounding down pari-mutuel prizes shall be carried forward to the jackpot amount portion of the winnings pool for the next 5 Card Cash drawing. *(State Lottery Commission; 65 IAC 5-14-9; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1112, eff Jan 30, 2000)*

65 IAC 5-14-9.5 End of game and final prize payment

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9.5. (a) The final drawing in 5 Card Cash shall be conducted on May 2, 2001.

(b) If none of the on-line tickets purchased for the final 5 Card Cash drawing contain a winning play matching all five (5) of the selected letters or numbers paired with card suit symbols, the jackpot amount shall be equally divided among those players holding on-line tickets purchased for the final 5 Card Cash drawing containing winning plays matching four (4) of the selected letters or numbers paired with card suit symbols.

(c) If the conditions set forth in subsection (b) are not met, and if none of the on-line tickets purchased for the final 5 Card Cash drawing contain a winning play matching four (4) of the selected letters or numbers paired with card suit symbols, the jackpot amount shall be equally divided among those players holding on-line tickets purchased for the final 5 Card Cash drawing containing winning plays matching three (3) of the selected letters or numbers paired with card suit symbols.

(d) If the conditions set forth in subsections (b) and (c) are not met, and if none of the of the on-line tickets purchased for the final 5 Card Cash drawing contain a winning play matching three (3) of the selected letters or numbers paired with card suit symbols, the jackpot amount shall be equally divided among those players holding on-line tickets purchased for the final 5 Card Cash drawing containing winning plays matching two (2) of the selected letters or numbers paired with card suit symbols.

(e) If an on-line ticket for the final 5 Card Cash drawing contains more than one (1) winning play, the prize amounts for the winning plays shall be added together for purposes of claiming the prizes and determining whether the total prize amounts may be claimed from a retailer pursuant to 65 IAC 3-4-4.

(f) There shall be no rounding down of pari-mutuel prizes paid as a result of this section. *(State Lottery Commission; 65 IAC 5-14-9.5; emergency rule filed Apr 9, 2001, 3:22 p.m.: 24 IR 2489)*

65 IAC 5-14-10 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. (a) The odds of a single play winning the jackpot amount in 5 Card Cash are approximately 1:2,598,960.

(b) The odds of a single play winning a five hundred dollar (\$500) prize in 5 Card Cash are approximately 1:11,059.

(c) The odds of a single play winning a twenty dollar (\$20) prize in 5 Card Cash are approximately 1:240.

(d) The odds of a single play winning a one dollar (\$1) prize in 5 Card Cash are approximately 1:16.

(e) The overall odds of winning a prize in 5 Card Cash are approximately 1:15. *(State Lottery Commission; 65 IAC 5-14-10; emergency rule filed Dec 20, 1999, 10:52 a.m.: 23 IR 1112, eff Jan 30, 2000)*

Rule 15. Max 5

65 IAC 5-15-1 Name

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 1. The name of this on-line game is "Max 5". *(State Lottery Commission; 65 IAC 5-15-1; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1909)*

65 IAC 5-15-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this sections shall apply throughout this rule.

(b) "Max 5 winning numbers" means the two (2) numbers selected by the commission in a Max 5 selection event, one (1) from a range of one (1) through ten (10) and one (1) from a range of eleven (11) through twenty (20).

(c) "Max 5 selection event" means a drawing or other selection event conducted to determine Max 5 winning numbers.

(d) "Max 5 ticket" means an on-line ticket purchased in a manner defined in section 4(a) of this rule.

(e) "Play" means the four (4) numbers that appear on a valid Max 5 ticket in the manner defined in section 4(b) of this rule.

(f) "Player" means an eligible person who participates in a Max 5 selection event by purchasing a Max 5 ticket and/or claiming a prize.

(g) "Play slip" means a commission approved form containing two (2) columns of ten (10) numbers each, ranging from one (1) to ten (10) in the left column and eleven (11) to twenty (20) in the right column, that is used by a player to mark one (1) play for the Max 5 on-line game.

(h) "Quick pick" means a play randomly selected by a commission approved terminal.

(i) "Retailer" means a person who sells lottery tickets on behalf of the commission pursuant to a retailer contract.

(j) "Secondary prizes" means all prizes other than the top prize.

(k) "Set prizes" means prizes that are fixed in amount and paid in a single, lump sum.

(l) "Top prize" means the prize available to a player who holds a ticket containing the Max 5 winning numbers in all five (5) associated Max 5 selection events. (*State Lottery Commission; 65 IAC 5-15-2; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1910*)

65 IAC 5-15-3 Ticket price and content

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 3. The price of a Max 5 ticket shall be five dollars (\$5). Each Max 5 ticket shall contain one (1) play that is valid for the five (5) consecutive Max 5 selection events following its purchase. (*State Lottery Commission; 65 IAC 5-15-3; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1910*)

65 IAC 5-15-4 Procedure for playing

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 4. (a) A Max 5 ticket may be purchased by one (1) of the following methods:

(1) The player may submit a completed play slip containing two (2) hand marked numbers in each of the two (2) columns to an authorized on-line retailer who shall generate the Max 5 ticket.

(2) The player may orally advise an authorized on-line retailer of the four (4) numbers contained in the player's play, and the on-line retailer shall generate the Max 5 ticket.

(3) The player may request a quick pick of the four (4) numbers in a play, and the on-line retailer shall generate the Max 5 ticket.

(4) The player may purchase a Max 5 ticket from a player activated terminal.

(b) Each play for Max 5 shall consist of the following:

(1) Two (2) different numbers from one (1) to ten (10). and

(2) Two (2) different numbers from eleven (11) to twenty (20).

(c) A Max 5 ticket is the only valid proof of a play and the only valid receipt for claiming a prize in Max 5. A play slip shall have no pecuniary or prize value and shall not constitute evidence of purchase of a Max 5 ticket or a play.

(d) Max 5 selection events shall be conducted twice each day at times designated by the director, typically midday and evening except on Sundays when there shall be no midday Max 5 selection event. There is no multiple draw opportunity in Max 5 other than

that associated with each Max 5 ticket.

(e) Sales of Max 5 tickets shall be suspended prior to the time of each Max 5 selection event at a time determined by the director.

(f) Sales of Max 5 tickets for a Max 5 selection event containing a particular play may be suspended if the total liability of the commission for winning Max 5 tickets containing that play would exceed an amount established by the director. No person shall be entitled to purchase an on-line ticket containing any particular play if such play has been suspended and neither the commission, the director, nor any employee of the commission shall be liable for the inability of any person to purchase an on-line ticket containing a particular play.

(g) If a play slip is used to select a player's play for a Max 5 selection event, the play slip must have been approved by the commission and completed by hand. The play slip may be scanned by the on-line terminal or keyed in by hand by the retailer.

(h) The director may, in the director's sole discretion, authorize the generation of on-line entry tickets or promotional prizes from terminals with respect to certain purchases of Max 5 tickets. (*State Lottery Commission; 65 IAC 5-15-4; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1910*)

65 IAC 5-15-5 Prize amounts and determination of winners

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 5. (a) A top prize of one million dollars (\$1,000,000) shall be paid to players presenting Max 5 tickets containing the Max 5 winning numbers in all five (5) associated Max 5 selection events. However, if two (2) or more such Max 5 tickets are issued with respect to one (1) Max 5 selection event, a pari-mutuel prize of two million dollars (\$2,000,000) shall be equally divided among those holding such tickets.

(b) Secondary prizes in Max 5 are as follows:

(1) Prizes of twenty thousand dollars (\$20,000) are payable to players presenting Max 5 tickets containing the Max 5 winning numbers in four (4) of the associated Max 5 selection events.

(2) Prizes of five hundred dollars (\$500) are payable to players presenting Max 5 tickets containing the Max 5 winning numbers in three (3) of the associated Max 5 selection events.

(3) Prizes of fifty dollars (\$50) are payable to players presenting Max 5 tickets containing the Max 5 winning numbers in two (2) of the associated Max 5 selection events.

(4) Prizes of five dollars (\$5) and one (1) free Max 5 ticket are payable to players presenting Max 5 tickets containing the Max 5 winning numbers in one (1) of the associated selection events.

(c) Notwithstanding subsection (b) of this section, the commission's liability for any secondary prize category in a single Max 5 selection event is limited to five hundred thousand dollars (\$500,000). In such an event, that amount shall be equally divided as a pari-mutuel prize among holders of Max 5 tickets containing the Max 5 winning numbers for the affected secondary prize category. (*State Lottery Commission; 65 IAC 5-15-5; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1911*)

65 IAC 5-15-6 Determination of winning numbers

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 6. The commission shall conduct Max 5 selection events under the supervision of security personnel and an independent auditor. (*State Lottery Commission; 65 IAC 5-15-6; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1911*)

65 IAC 5-15-7 Payment of prizes

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30-15-1

Sec. 7. (a) All Max 5 prizes are set prizes and shall be paid in a single, lump sum payment less federal income withholding taxes and statutory off-sets.

(b) Max 5 prizes shall not be paid until after the last Max 5 selection event associated with a player's Max 5 ticket has been

completed.

(c) The holder of a valid Max 5 ticket containing the Max 5 winning numbers is entitled only to the highest prize associated with the on-line ticket.

(d) Pari-mutuel prizes may be rounded down so that the prizes may be paid in multiples of whole dollars. (*State Lottery Commission; 65 IAC 5-15-7; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1911*)

65 IAC 5-15-8 Odds of winning

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 8. (a) The odds of winning the top prize of one million dollars (\$1,000,000) (or an equal share of two million dollar [*sic.*, dollars] (\$2,000,000) if the prize becomes pari-mutuel) are approximately 1:9,765,625.

(b) The odds of winning a prize of twenty thousand dollars (\$20,000) (or an equal share of five hundred thousand dollars (\$500,000) if the prize becomes pari-mutuel) are approximately 1:81,380.21.

(c) The odds of winning a prize of five hundred dollars (\$500) (or an equal share of five hundred thousand dollars (\$500,000) if the prize becomes pari-mutuel) are approximately 1:1,695.42.

(d) The odds of winning a prize of fifty dollars (\$50) (or an equal share of five hundred thousand dollars (\$500,000) if the prize becomes pari-mutuel) are approximately 1:70.64.

(e) The odds of winning a prize of five dollars (\$5) and one (1) free Max 5 ticket are approximately 1:5.89.

(f) The overall odds of winning a prize in Max 5 are 1:5.416317. (*State Lottery Commission; 65 IAC 5-15-8; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1911*)

65 IAC 5-15-9 Termination of liability

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 9. All liability of the commission and its members, officers, directors, and employees for any prize terminates upon payment of the prize or upon the expiration of one hundred eighty (180) days after the date of the last Max 5 selection event associated with a Max 5 ticket. (*State Lottery Commission; 65 IAC 5-15-9; emergency rule filed Jan 11, 2002, 11:46 a.m.: 25 IR 1912*)

65 IAC 5-15-10 Modification of Max 5 prize structure

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 10. Max 5 on-line tickets purchased on or after January 12, 2003, containing the Max 5 winning numbers in one (1) selection event shall entitle the holder to a prize of ten dollars (\$10). The Max 5 prize of five dollars (\$5) plus a free Max 5 on-line ticket is eliminated effective January 12, 2003. (*State Lottery Commission; 65 IAC 5-15-10; emergency rule filed Jan 13, 2003, 1:50 p.m.: 26 IR 1946*)

65 IAC 5-15-11 Termination of Max 5

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 11. The final purchase date for Max 5 on-line tickets sold by the commission or by retailers under contract with the commission shall be on January 12, 2003, with the final selection event conducted on January 14, 2003. All liability of the commission and its members, officers, directors, and employees for any prize terminates one hundred eighty (180) days after the date of the last Max 5 selection event. (*State Lottery Commission; 65 IAC 5-15-11; emergency rule filed Jan 13, 2003, 1:50 p.m.: 26 IR 1946*)

ON-LINE GAMES

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